



**BID COMMITTEE
DECISION REPORT**

Meeting Date: June 24, 2016
Contact: Nick Kassam
Contact No.: 604 829 2097

TO: Bid Committee
FROM: Chief Purchasing Official

Enter into a contract in relation to Invitation to Tender PS20160468 for the Fire Hall no. 5 and Housing Construction with Mierau Contractors Ltd. with office address at #201 – 30444 Great Northern Avenue, Abbotsford, B.C.V2T 6Y6.

This item was considered by Bid Committee on June 24, 2016 and was approved without amendment.

COMMITTEE DECISION

The Bid Committee approved the entry into the following contract, under the authority of the City's Procurement Policy AF-015-01, provided that such contract shall not be entered into until it is also approved by Council, as required by such policy.

Solicitation Number:	PS20160468 Invitation to Tender
Description of the Goods or Service:	Contractor for construction of Fire Hall No. 5 and Social Housing
Recommended Vendor:	Mierau Contractors Ltd.
Contract Term and Total Contract Value:	The recommended term of the contract is approximately 2 years not including warranty period. The total contract price is \$15,273,349.00 that includes the basic scope of work and additional work, plus GST, over the term of the contract.

PROCUREMENT SUMMARY

Date of Issuance of ITT:	April 26, 2016	
Notices Sent:	Supply Chain Management sent notices to 4 pre-qualified contractors that were shortlisted as a result of a pre-qualification event in February 2016 (PS20151481). One contractor declined to bid.	
Closing Date:	June 2, 2016	
Responses Received:	<u>Vendor Name:</u>	<u>Tender Price* (w/o GST):</u>
	Heatherbrae Builders Co. Ltd.	\$15,965,000.00
	ITC Commercial BC Inc.	\$16,440,000.00
	Mierau Contractors Ltd.	\$14,959,349.00
Department:	Supply Chain Management, Real Estate and Facilities Management and with the assistance of Legal Services.	

*Tender Price only covers the price for the basic scope of work. For this project, additional work totalling \$314,000 will be added to the contract and is expected to increase the life of the building.

COMMENTS

For the recommended contract, the following requirements have been met:

- a) The solicitation documents were publicly advertised in accordance with the City's Procurement Policy AF-015-01;
- b) The contract is proposed to be entered into with the vendor offering the best value, which is also the lowest-priced compliant vendor determined in accordance with the criteria, factors or methods previously disclosed in the public solicitation documents;
- c) Financial Planning & Analysis and the applicable business unit have reviewed and concur on the budget and recommendation;
- d) Bid Committee approval authority exists, as outlined in the City's Procurement Policy AF-015-01 and Council approval is required under the City's Procurement Policy AF-015-01 due to the value being in excess of \$500,000 or \$2 million;
- e) The Director of Legal Services, Chief Purchasing Official and Real Estate and Facilities Management General Manager are recommended to be authorized to execute and deliver all legal documents on behalf of the City.
- f) The Bid Committee approval is pre contract award, the final contract information may vary subject to final negotiations and award.

DECISION

The Bid Committee approved the entry into a contract in relation to Fire Hall no. 5 and Housing Construction with Mierau Contractors Ltd., under the authority of the City's Procurement Policy AF-015-01, provided that such contract shall not be entered into until it is also approved by Council, as required by such policy.