

BID COMMITTEE DECISION REPORT

Meeting Date: Contact: Contact No.: January 17, 2018 Nick Kassam 604 829 2097

TO: Bid Committee

FROM: Chief Purchasing Official

Approval of a change order to an existing contract in relation to Construction Agreement PS20170957 – Contractor for South False Creek Seawall Upgrades with Jacob Bros. Construction Inc. with office address at 101-19162 22nd Avenue, Surrey, British Columbia V3Z 3S6.

This item was considered by Bid Committee on January 17, 2018 and was approved without amendment.

COMMITTEE DECISION

The Bid Committee approved the change order to the contract under the authority of the City's Procurement Policy AF-015-01.

Solicitation Number:	PS20170957 Contractor for South False Creek Seawall Upgrades
Description of the Goods or Service:	Labour, equipment and materials to complete street, electrical and landscaping upgrades to Creekside Drive.
Recommended Vendor:	Jacob Bros. Construction Inc.
Change Order increase:	\$1,476,900

BACKGROUND

The City is making capacity, comfort and safety improvements to the South False Creek Seawall between Burrard Bridge and Cambie Bridge. Infrastructure upgrades include new and/or wider, resurfaced pedestrian and cyclist pathways, and new pathway lighting and landscaping. Phase 1 upgrades were built by City crews in Q1/Q2 2017. In spring 2017, an Invitation To Tender (ITT) was issued for Phase 2 upgrades. Jacob Bros. Construction Inc. (Jacob Bros.) was the successful proponent and started work in September 2017. Phase 2 work is 75% complete and on schedule for Substantial Completion in February 2018.

The last phase of work (Phase 3) is streets, electrical and landscape upgrades on Creekside Drive. This work was originally scheduled to be completed by City crews starting January 2018. However City Streets crews are fully allocated to other projects and the project Steering Committee recommends that phase 3 work be delivered by Jacob Bros.

The proposed change order would add new scope to the existing contract, specifically, the provision of labour, equipment and materials to deliver streets, electrical and landscape improvements on Creekside Drive.

Impact on Contract Value		
Original contract value	\$3,078,800.00	
Cost of change order increase	\$1,476,900.00	
New contract value	\$4,555,700.00	

BENEFITS

- Deliver Improvements On Schedule Construction could start in January as planned and be completed before seawall usage rises in spring.
- Low Risk Of Poor Performance Jacob Bros. performance to date is good: they work quickly, construction quality is high, their core team is professional and responsible, and they make extra effort to minimize construction impacts on residents and businesses.
- Efficiency The extra would work be delivered using established contract administration processes, >100 design clarifications, etc.

COMMENTS

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

- a) Financial Planning & Analysis and the applicable business unit have reviewed and concur on the budget and recommendation;
- b) Bid Committee approval authority exists, as outlined in the City's Procurement Policy AF-015-01 due to the value being in excess of \$500,000; and
- c) The Chief Purchasing Official and Engineering Dept. General Manager are recommended to be authorized to execute and deliver all legal documents on behalf of the City.

DECISION

The Bid Committee approved the change order to an existing contract in relation to the South False Creek Seawall Upgrades with Jacob Bros. Construction Inc., under the authority of the City's Procurement Policy AF-015-01.