

Memo



TO: Mayor and Council

FROM: Chief Administrative Officer

DATE: July 23, 2021

SUBJECT: Award of Tender - Arbutus Street W Sanitary Main Replacement Project

The Town of Lake Cowichan invited proposals from qualified firms and/or individuals ("Proponents") on the Arbutus Street W Sanitary Main Replacement project. Tenders, however, came in overbudget on the first tender call that closed on May 20th, 2021.

A tender invitation was re-issued with the closing date of July 6th, 2021. The Town adjusted the tender requirements with the Town to contract out Paving and sidewalk repairs and making the material purchases. In short, the Town of Lake Cowichan will complete asphalt and concrete restoration once the Tenderer has completed all Works to the satisfaction of the Town and the Engineer.

With the contract award and the Town assuming some of the other ancillary project completion costs, the project is now estimated at a total of \$170,000 a far cry from the costs that were originally attributed to the project after the first tender call. The lowest bid received this time around was for \$99,000 before taxes. The other tender costs varied from \$214,000 to \$328,000.

RECOMMENDATION:

that Council approve the awarding of the Arbutus Street W Sanitary Main Replacement Project to LRD Contracting Ltd. for the tender price of \$99,000.00, exclusive of taxes with the Town separately purchasing the required materials including piping and completing the ancillary works that includes paving, concrete repairs and the addition of gravel to shoulders.

A handwritten signature in black ink, appearing to read 'Joseph A. Fernandez', written over a horizontal line.

Joseph A. Fernandez