



Item.....
Meeting2022 July 25

COUNCIL REPORT

TO: CHIEF ADMINISTRATIVE OFFICER **DATE:** 2022 July 20
FROM: ACTING CHIEF FINANCIAL OFFICER **FILE:** 5820-20
*Reference: Direct Negotiated
Tender #172-06/22*
SUBJECT: CONTRACT AWARD
FAIRACRES GARAGE AND STABLES BUILDING RENOVATIONS
PURPOSE: To obtain Council approval to award a contract for the Fairacres Garage and Stables Building Renovations project.

RECOMMENDATION:

1. **THAT** Council approve a contract award to Holaco Construction (1997) Ltd. for a total cost of \$2,396,272.20 including GST in the amount of \$114,108.20 as outlined in this report. Final payment will be based on the actual quantity of goods and services as delivered and unit prices as tendered.

REPORT

One tender was received by the closing time on 2022 June 15 for Tender #90-04/22. The tender submission was reviewed by City Staff and was deemed non-compliant.

Subsequently, a Direct Negotiated Tender #172-06/22 was undertaken with Holaco Construction (1997) Ltd. The scope of this project includes work to renovate the Fairacres garage and stables building and associated works. The associated works consist of a medium level of intervention in the heritage structure to achieve a new use while retaining heritage character. Improvements also include structural repairs and code repairs, fire safety and security equipment installation, and significant functional upgrades (including mechanical, electrical and plumbing services) to support cultural or educational programming on the ground floor and office use on the second floor.

Holaco Construction (1997) Ltd, has completed previous projects under contract to the satisfaction of the City. Review by City staff and our consultant indicates the contractor has the necessary equipment and personnel to successfully complete the work required under this contract. The General Manager Lands & Facilities concurs with the above recommendation.

To: Chief Administrative Officer
From: Acting Chief Financial Officer
Re: Contract Award
Fairacres Garage & Stables Building Renovations
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Funding for this capital work is included in the 2022 – 2026 Financial Plan under WBS element DPX.0267 (\$2,282,200). The tender bid received was 20% higher than estimated. Reallocations were made from projects planned for construction in future years (Hill Cottage Renovation - \$400,000 and Tram Bam Covered Structure - \$600,000) to accommodate the higher than expected bid, required design costs and contingency for other unplanned cost increases which are not uncommon in heritage restoration projects.



Bob Klimek
ACTING CHIEF FINANCIAL OFFICER

BK:GC:RR/ts:fm

Copied to: General Manager Lands & Facilities
City Solicitor