



Item
Meeting2017 Aug 28

COUNCIL REPORT

TO: CITY MANAGER **DATE:** 2017 August 21

FROM: DIRECTOR FINANCE **FILE:** 5820-20
Reference: CA-3021

SUBJECT: **CONTRACT INCREASE – CA-3021**
2017 STORM SEWER EXTENSION – LANE NORTH OF HOLMES
STREET AND LANE NORTH OF 18TH AVENUE – SCOPE CHANGE

PURPOSE: To obtain Council approval to increase the existing contract for the 2017 Sanitary Storm Sewer Extension to Pedre Contractors Ltd.

RECOMMENDATION:

1. **THAT** Council approve a contract increase of \$82,845.00 including GST in the amount of \$3,945.00 to Pedre Contractors Ltd. for a total contract value of \$575,424.15 including GST in the amount of \$27,401.15 as outlined in this report.

REPORT

On 2017 June 12, the City awarded a contract to Pedre Contractors Ltd. for the 2017 Sanitary Storm Sewer Extension project in the amount of \$366,579.15 including GST in the amount of \$17,456.15. Since the award of this contract, there has been one change order approval valued at \$126,000.00 including GST in the amount of \$6,000.00 for additional sewer connection work.

The City has received 16 sewer connection requests this year which is approximately three times higher than budgeted. A funding increase has already been approved to account for the increase in storm service connection activity.

The change in scope for the Storm Sewer Extension on Hurst Street will provide storm sewers to two separate properties – 4321 Hurst Street and 4361 Hurst Street. As Pedre Contractors Ltd. has already been awarded the existing storm sewer contract, we have requested a quote from Pedre Contractors Ltd. for the additional cost for the storm sewer on Hurst.

Engineering has reviewed the proposed change order and believe it appropriately addresses the City's needs at a fair cost while meeting our construction schedule. Director Engineering concurs with this recommendation.

Funding for this requirement is provided under Capital project ELA.3021 (\$78,900.00) which is included in the 2017 – 2021 Financial Plan.

Noreen Kassam
DIRECTOR FINANCE

GC:SC/kb

Copied to: Director Engineering