

Item	***********
Meeting	2019 May 27

COUNCIL REPORT

TO:

CITY MANAGER

DATE:

2019 May 21

FROM:

DIRECTOR FINANCE

FILE: Reference:

5820-20 RFP#14-01/16

SUBJECT:

CONTRACT INCREASE

E18/2016 FRASER RIVER FORESHORE DYKE REACH 8

PURPOSE:

To obtain Council approval to award a contract increase for additional

engineering services for the Fraser River Foreshore Dyke Reach 8

RECOMMENDATION:

1. THAT Council approve a contract increase of \$400,111.95 including GST in the amount of \$19,052.95 to Associated Engineering (B.C.) Ltd. as outlined in this report. Final payment will be based on the actual quantity of goods and services delivered and unit prices as tendered.

REPORT

On May 30, 2016, City Council awarded a contract to Associated Engineering (B.C.) Ltd., for engineering services for a total of \$351,914.00 including GST in the amount of \$16,757.81. Since the award of this contract, there have been two change order approvals valued at \$118,857.00 including GST in the amount of \$5,659.86.

The addition of the Environmental Compensation and Site Preloading work to the Fraser River Foreshore Dyke 8 project has resulted in the requirement of additional engineering services due to increasing the anticipated construction period of 6 months to 20 months. A contract increase is requested for \$400,111.95 including GST in the amount of \$19,052.95. Total contract value will be \$870,883.65 including GST in the amount of \$41,470.65.

Engineering staff have reviewed the proposed change order and believe it appropriately addresses the City's needs at a fair cost. The Director Engineering concurs with this recommendation. Funding for this capital work will be included in the 2019 – 2023 Financial Plan under the following WBS element: ELA.3056 (\$381,100).

Noreen Kassam, CPA, CGA DIRECTOR FINANCE

NK:GC:sc/ry

Copied to:

Director Engineering City Solicitor