

Date: July 13, 1995

SUBJECT: MCCLEERY GOLF COURSE CLUBHOUSE - FOOD SERVICE EQUIPMENT
AWARD OF TENDER

RECOMMENDATION

THAT the Board award a contract for the construction of the McCleery Golf Course Clubhouse to Russell Food Equipment Ltd. at a price of \$147,656.46 plus GST.

BOARD POLICY

The Board awards contracts over \$50,000 to the lowest qualified bidder.

BACKGROUND

At its meeting of May 11, 1992 the Board approved the master plans for the redevelopment of its three public golf courses.

At its meeting of June 20, 1994 the Board awarded the design of the clubhouse to Hemingway Nelson Architects Ltd.

At its meeting of May 15, 1995 the Board approved the schematic design of the clubhouse and kitchen/equipment food service.

DISCUSSION

On June 16, 1995, after public advertisement, three tenders were received for the construction of the McCleery Golf Course Clubhouse Food Service Equipment. All tenders were accompanied by a Bid Bond and by a Consent of Surety, indicating bondability of the bidder. The following are the bids received:

Bidder	Bid	Union/Open Shop
Russell Food Equipment Ltd.	\$147,656.46	Union
TSM Engineered Products	\$149,170.51	Union
Alex Gair & Sons Ltd.	\$169,538.73	Union

All bids are within the Board's budget for this project.

Separate Prices

Each tender included separate prices for all work to be performed. The amounts of the separate prices cannot change the order of the bids, and have no effect on the award of the tender.

Bid Bond

Each bid is accompanied by a Bid Bond in the amount of 10 percent of the bid, whereby, if the bidder does not enter into a contract within the

required time once the bid is accepted by the Board, the Surety and the bidder agree to pay to the Board the difference between the bidder's bid and that accepted by the Board, up to the face value of the Bid Bond. The bidder may be liable to the Surety for any costs incurred by the Surety in honouring the bond.

Review of Bids

The Food Service Consultant, W. Goodbrand & Associates, have reviewed the bids and qualifications of the three lowest bidders. They found minor irregularities in the bids. The irregularities by themselves are not considered sufficient grounds for disqualification. All bidders are known, reputable firms and have bid on items as specified or approved alternates.

JUSTIFICATION

In summary, it is recommended that the Board award a contract to the lowest bidder, Russell Food Equipment Ltd., at the tendered price of \$147,656.46

Prepared by:

Planning & Development Division
Board of Parks & Recreation
City of Vancouver
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