

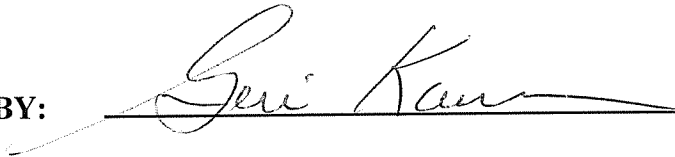
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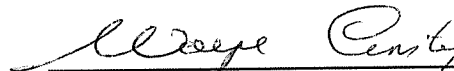


PO Box 1749
Halifax, Nova Scotia
B3J 3A5 Canada

Halifax Regional Council
November 21, 2006

TO: Mayor Kelly and Members of Halifax Regional Council

SUBMITTED BY: 
Geri Kaiser, Acting Chief Administrative Officer


Wayne Anstey, Deputy Chief Administrative Officer - Operations

DATE: October 31, 2006

SUBJECT: **Capital Budget Increase/LIC Recovery, Tender No. 06-260, Shore Drive Paving, New Sidewalk and Water Main Renewal - Central Region**

ORIGIN

The Approved 2006/07 Capital Budget.

RECOMMENDATIONS

It is recommended that Council:

1. approve an increase in the Gross Budget of Capital Account No. CYU00784, Paving Renewal, by \$288,320.75 with no change to the net budget to reflect cost sharing of the water main related work from the Halifax Regional Water Commission as outlined in the Budget Implications section of this report.
2. approve the recovery of Local Improvement Charges for the new concrete sidewalk and new concrete curb and gutter on Shore Drive from Hatchery Lane to Fort Sackville Road - Central Region by a total district area rate for District 21.

BACKGROUND

The CAO Award Report, dated August 15, 2006, approved funding for paving and new sidewalk on Shore Drive from Hatchery Lane to Fort Sackville Road in conjunction with the renewal of the water main for the Halifax Regional Water Commission.

DISCUSSION

The Halifax Regional Water Commission has agreed to reimburse the Halifax Regional Municipality for \$288,320.75, which includes the cost of the water main renewal and fifty percent of the cost of reinstatement. Council's approval is now required to increase the Gross Budget of the Paving Renewal account to reflect this cost sharing.

As indicated in the original award report of August 15, 2006, the installation of concrete sidewalk and new concrete curb and gutter is subject to Local Improvement Charges. Local Improvement Charges will be based on a charge per foot of frontage, and as requested by Councillor Gary Martin, will be recovered by a general area rate of District 21. On April 25, 2006, Halifax Regional Council approved a blended actual costs approach in determining the rate of Local Improvement Charges. The rate will be set once all the tenders have been completed and the final costs determined.

BUDGET IMPLICATIONS

As indicated in the attached memorandum, the Halifax Regional Water Commission has agreed to cost share in the amount of \$288,320.75. The budget availability has been confirmed by Financial Services.

Budget Summary: **Capital Account No. CYU00784, Paving Renewal**

Cumulative Unspent Budget	\$1,481,511.35
Plus: Cost Sharing from HRWC	<u>\$ 288,320.75</u>
Balance of Account	\$1,769,832.10

FINANCIAL MANAGEMENT POLICIES/BUSINESS PLAN

This report complies with the Municipality's Multi-Year Financial Strategy, the approved Operating and Reserve budgets, policies and procedures regarding withdrawals from the utilization of Capital and Operating reserves, as well as any relevant legislation. If approved, this will increase the 2006/07 Capital Budget.

ALTERNATIVES

There are no recommended alternatives.

ATTACHMENTS

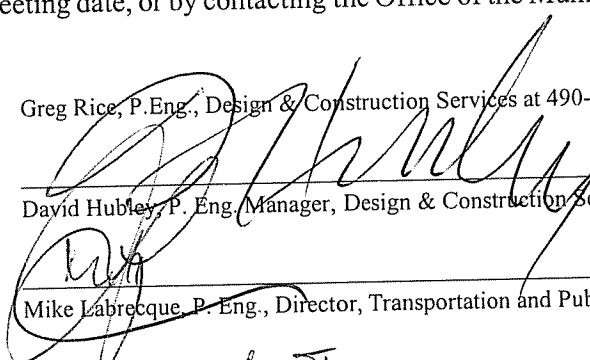
1. Cost Sharing Agreement between HRM and HRWC dated August 4, 2006.

A copy of this report can be obtained online at <http://www.halifax.ca/council/agendasc/cagenda.html> then choose the appropriate meeting date, or by contacting the Office of the Municipal Clerk at 490-4210, or Fax at 490-4208.

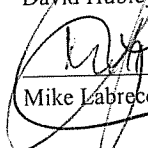
Report Prepared by:

Greg Rice, P.Eng., Design & Construction Services at 490-6872

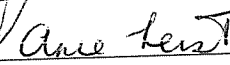
Report Approved by:


David Hubley, P. Eng. Manager, Design & Construction Services at 490-4845

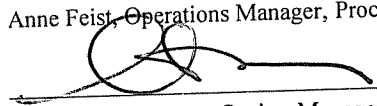
Report Approved by:


Mike Labrecque, P. Eng., Director, Transportation and Public Works Services at 490-4855

Procurement Review:


Anne Feist, Operations Manager, Procurement at 490-4200

Financial Approval:


Catherine Sanderson, Senior Manager, Financial Services at 490-1562

GR/pm



PO Box 1749
Halifax, Nova Scotia
B3J 3A5 Canada

MEMORANDUM

TO: Harold MacNeil, P. Eng., Halifax Regional Water Commission

CC: Jeff Spares, P.Eng., Sr. Design Engineer, Design & Construction
David Hubley, P.Eng., Manager, Design & Construction

FROM: Greg Rice, P.Eng., Design Engineer, Design & Construction

DATE: August 4, 2006

SUBJECT: Tender 06-260 - Shore Drive Paving, New Sidewalk and Water Main Renewal
- Central Region

The above tender closed August 2, 2006, and prior to tender award, a cost sharing agreement must be finalized between ERM and HRWC. The bid comparison summary, which you have received, indicates that Dexter Construction Company Limited is the low bidder.

In the most recent discussions on this subject, HRWC has agreed to pay 50% of the cost of the reinstatement. This includes the cost of the asphalt and gravel over the length of the water main and across the reinstatement width. Based on the unit prices from Dexter, the HRWC's share of reinstatement costs is as follows:

Reinstatement Area	128 m x 2.8 m	=	360 m
Cost for Type 1 Gravel	360 m ² x \$10.50/m ²	=	\$ 3,780.00
Cost for Type B Asphalt	360 m ² x \$15.20/m ²	=	\$ 5,472.00
Cost for Type C Asphalt	360 m ² x \$10.20/m ²	=	\$ 3,672.00
Cost for Planing	360 m ² x \$5.00/m ²	=	<u>\$ 1,800.00</u>
	Subtotal	=	\$14,724.00
	50% Share of Reinstatement Costs	=	\$7,362.00

TRANSPORTATION & PUBLIC WORKS SERVICES, Design & Construction

<i>Regional Transportation Planning</i>	<i>Metro Transit</i>	<i>Traffic & Right of Way</i>	<i>Service Delivery & Quality Improvement</i>	<i>Design & Construction</i>	<i>Public Works Operations</i>
		Tel: (902) 490-6872	Fax: (902) 490-4858		
		E-mail: riorg@halifax.ca	Website: www.halifax.ca		

Based on the low bidder's tender prices and the above cost sharing, HRWC's costs for Tender 06-260 can be summarized as follows:

Water Main Renewal	\$271,400.00
Reinstatement Cost Sharing	<u>\$ 7,362.00</u>
	\$278,762.00
Net HST (3.429%)	\$ 9,558.75
Total Water Main	<u>\$288,320.75</u>

Actual cost sharing for this project will be based on final quantities determined during construction.

If you agree to this arrangement, please indicate by signing the enclosed copy and returning it to me. If you have any questions, please call me at 490-6872.

Thank you.

Rhonda MacKeon
for

Greg Rice, P.Eng.
Design Engineer

GR:cf

Harold MacNeil

Harold MacNeil, P.Eng.
Halifax Regional Water Commission

Aug. 04/06

Date

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