

11.1.3



PO Box 1749
Halifax, Nova Scotia
B3J 3A5 Canada

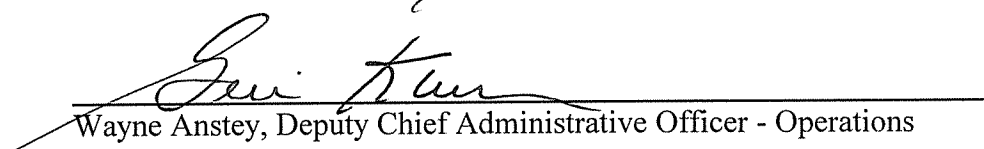
Halifax Regional Council
June 19, 2007

TO: Mayor Kelly and Members of Halifax Regional Council

SUBMITTED BY:



Dan English, Chief Administrative Officer



Wayne Anstey, Deputy Chief Administrative Officer - Operations

DATE: June 8, 2007

SUBJECT: **Award - Unit Price Tender No. 07-254, Storm Sewer Rehabilitation or Replacement, Crescent Avenue - West Region**

ORIGIN

The Approved 2003/04 and 2007/08 Capital Budgets.

RECOMMENDATION

It is recommended that Council award Tender No. 07-254, Storm Sewer Rehabilitation or Replacement, Crescent Avenue - West Region to Dexter Construction Company Limited for materials and services listed at the unit prices quoted for a Total Tender Price of \$541,967.96 (net HST included) with funding from Capital Account No. CGU00458 - Crescent Avenue, Storm Sewer Rehabilitation, as outlined in the Budget Implications section of this report.

BACKGROUND

The Approved 2003/04 and 2007/08 Capital Budgets includes funds for the rehabilitation of the storm sewer on Crescent Avenue from St. Margaret's Bay Road to Chocolate Lake. The existing corrugated steel pipe has deteriorated structurally. It has reached the end of its service life and is at risk of collapse. The tender included two options for rehabilitating this pipe: (1) lining the existing pipe and (2) replacement.

This project is a Priority Two project, according to the Stormwater and Wastewater Priority Rating process approved by Regional Council in February of 2005.

DISCUSSION

Tenders were called on May 9, 2007 and closed on May 23, 2007. Bids were received from the following companies:

<u>Name of Company</u>	<u>Option # 1 - Lining Bid Price (Net HST Included)</u>	<u>Option # 2 - Replacement Bid Price (Net HST Included)</u>
Dexter Construction Company Limited	\$583,339.56	\$541,967.96*
A.C.L. Construction Limited	\$623,728.58	\$566,273.77
J.R. Eisener Contracting Ltd.	\$933,797.54	No Bid

***recommended bidder**

The option recommended for this award is Option # 2 (Replacement), as this option has the lowest tender price. The scope of work generally consists of replacing the existing corrugated steel pipe with a new concrete pipe via open trench, and reinstatement of disturbed surfaces.

It is not recommended that Option # 1 (Lining) be pursued due to the higher cost of the contract.

It is anticipated that construction will commence within three weeks of the tender award and take four weeks to complete.

This is a **UNIT PRICE** contract and the cost will be dependent upon the actual quantities measured and approved by the HRM Project Manager.

There are no Local Improvement Charges associated with this work.

BUDGET IMPLICATIONS

Based on the lowest tendered price of \$541,967.96, including net HST, funding is available in the Approved 2003/04 and 2007/08 Capital Budgets from Account No. CGU00458 - Crescent Avenue, Storm Sewer Rehabilitation. The budget availability has been approved by Financial Services.

Budget Summary: **Capital Account No. CGU00458, Crescent Avenue, Storm Sewer Rehabilitation**

Cumulative Unspent Budget	\$699,624
Less: Tender No. 07-243	<u>\$541,968*</u>
Balance	\$157,656

* This project was estimated in the Approved 2007/08 Capital Budgets at \$700,000.

FINANCIAL MANAGEMENT POLICIES/BUSINESS PLAN

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

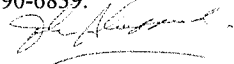
ALTERNATIVES

Council could choose to not award the contract, or could choose to award to another tenderer.

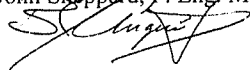
Staff does not recommend either of these alternatives.

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

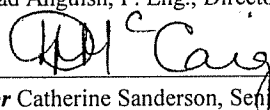
Report Prepared by: Janet MacLeod, Design Engineering Technologist, Design & Construction Services at 490-6839.



Report Approved by: John Sheppard, P. Eng., Manager, Environmental Engineering Services at 490-6958



Report Approved by: Brad Anguish, P. Eng., Director, Environmental Management Services at 490-4825



Financial Approval by: **For** Catherine Sanderson, Senior Manager, Financial Services at 490-1562