



PO Box 1749
Halifax, Nova Scotia
B3J 3A5 Canada

Item No. 11.1.4

Halifax Regional Council
June 24, 2008

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 17, 2008

SUBJECT: **Award - Unit Price Tender No. 08-240, Micro Surfacing - Phase 2,
Various Locations**

ORIGIN

The Approved 2008/09 Capital Budget.

RECOMMENDATION

It is recommended that Council:

1. award Tender No. 08-240, Micro Surfacing Phase 2, Various Locations to Industrial Cold Milling, for a Total Tender Price of \$2,181,612.38 (net HST included) with funding from Capital Account No. CZU001082 - Resurfacing, and Capital Account No. CYU01076 - Curb Renewals as outlined in the Budget Implications section of this report;
2. approve a budget increase of \$265,528.10 to Capital Account No. CZU001082 - Resurfacing, funded through cost sharing with the Halifax Regional Water Commission;
3. approve an increase in the Gross Capital Budget of Capital Account No. CZU001082 - Resurfacing in the amount of \$10,876.59 funded from HROP GL2314 - Natural Gas Pipeline Future Settlement Charges as per the Budget Implications Sections of the report to reflect the cost sharing of the installation of natural gas pipeline from Heritage Gas.

BACKGROUND

The Approved 2008/09 Capital Budget includes funds for the Micro Surfacing of various streets throughout HRM.

DISCUSSION

Tenders were called on May 31, 2008, and closed on June 11, 2008. Bids were received from the following companies:

<u>Name of Company</u>	<u>Bid Price (Net HST Included)</u>
Industrial Cold Milling	\$2,181,612.38*
Lafarge Canada Inc.	\$2,909,431.91

***recommended bidder**

The scope of work for this tender generally consists of applying the specified Surface Sealing material at each site, including surface preparation and pavement marking works. It is anticipated that work will commence within three weeks of the tender award and take twelve 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 budget transfer from account CL2314 - Natural Gas Pipeline Future Settlement Charges and the lowest tendered price of \$2,181,612.38, including net HST, funding is available in the Approved 2008/09 Capital Budget from Account No. CZU01082 - Resurfacing, and Capital Account No. CYU01076 - Curb Renewals. The budget availability has been confirmed by Financial Services.

Budget Summary: Capital Account No. CZU001082 - Resurfacing

Cumulative Unspent Budget	\$7,673,328.61
Plus: HRWC Cost Sharing	\$ 265,528.10***
Plus: Budget Increase from GL2314	\$ 10,876.59
Less: Tender No. 08-240	<u>\$2,093,532.24*</u>
Balance	\$5,856,201.06

Capital Account No. CYU01076 - Curb Renewals

Cumulative Unspent Budget	\$ 562,755.76
Less: Tender No. 08-240	<u>\$ 88,080.14**</u>
Balance	\$ 474,675.62

* This project was estimated in the Approved 2008/09 Capital Budget at \$1,600,000.00. As a result of funding from GL2314 - Natural Gas Pipeline Future Settlement Charges Account, and Halifax Regional Water Commission, the net cost to Capital account No. CZU001082 is \$1,817,127.55.

** This project was estimated in the Approved 2008/09 Capital Budget at \$50,000.00.

***Halifax Regional Municipality and Halifax Water Commission staff are reviewing the unit prices for hardware adjustments. Additional cost sharing may result from this review.

The balance of funds will be used to implement the remaining 2008/09 Resurfacing projects approved by Council.

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 gross capital budget.

ALTERNATIVES

There are no recommended alternatives to this course of action.

ATTACHMENTS

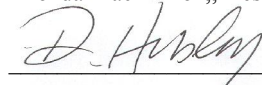
Appendix “A” Street List for Micro Surfacing - Phase 2

Appendix “B” HRWC Cost Share letter dated June 17, 2008

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.

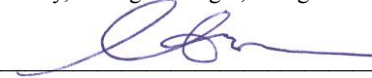
Report Prepared by: Rhonda MacKinnon,, Design & Construction Services at 490-6853

Report Approved by:



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

Financial Approval by:



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

Report Approved by:



Cathie O'Toole, Director, Infrastructure and Asset Management at 490-4825

RM/rcm

APPENDIX “A”

STREET LIST - For Micro Surfacing - Phase 2

	District	Location	Limits	
	2	Windgate Dr	Cumberland Way	Windsor Junction Rd
	3	Neilson Dr	Trunk 7	End
	3	Old German Rd	Lake Major Rd	End
	3	Pacific Ave	Cole Harbour Rd	End
	4	Lakeshire Cres	Greenwich Dr	School Entrance
	4	Nova Terr	Caldwell Rd	Civic 107
t	5	Canterbury St	Highwood St	Medford St
t	5	Canterbury St	Camden St	Highwood St
	6	Caledonia Rd	Main St	Kennedy Dr
	6	Portland St	Bruce St	Eisner Blvd
	7	Barry Allen Dr	Portland Estate Blvd	End
	7	Mount Edward Rd	Stewart Harris Dr	Cranberry Cres
	7	Mount Edward Rd	Cranberry Cres	Wildwood Blvd
t t	8	Pleasant St	Tupper St	Old Ferry Rd
	8	Pleasant St	Everette St	Imperial Oil Gate
	8	Rosewood Lane	Briarwood Dr	Briarwood Dr
	8	Sandlewood Terr	Rosewood Lane	Rosewood Lane
	9	Windmill Rd	Albro Lake Rd	Springhill Rd
	9	Wyse Rd	Symonds St	Albro Lake Rd
	10	Chain Lake Dr., West	Susie Lake Dr	Lacewood Dr
	10	Lacewood Dr., East	Bi-Hwy Ramp East	Radcliffe Dr
	10	Lacewood Dr., East	Willett St	Dunbrack St
t t	10	Lacewood Dr., West	Dunbrack St	Willett St
t t	10	Lacewood Dr., West	Radcliffe Dr	Bi-Hwy Ramp East
	10	Oland Cres	Chain Lake Dr	End
	11	Fuller Terr	North St	Bloomfield St
	11	Rosemeade Ave	Leeds St	Normandy Dr
	11	Rosemeade Ave	Normandy Dr	Hillside Ave
	11	Stanbury St	Dudley St	Maxwell Ave
	11	Stanbury St	Windsor St	Dudley St
	11	Warren St	Claremont St	Dudley St
	11	Woodbine Ave	Highland Ave	Rosemeade Ave
	12	South Park St	Spring Garden Rd	Sackville St
	12	South Park St	University Ave	Spring Garden Rd
	13	Conrose Ave	Geldert St	End

District	Location	Limits	
13	Dalhousie St	South St	Beaufort Ave
13	Fraser St	Robie St	Waterloo St
13	Greenwood Ave	Belmont Rd	End
13	Tower Rd	South St	Inglis St
14	Connaught Ave., North	First St	Third St
14	Connaught Ave., North	Quinpool Rd	First St
14/13	Quinpool Rd	Connaught St	Oxford St
14/13	Quinpool Rd	Oxford St	Monastery Lane
14	Sherwood St	Chebucto Rd	Patricia St
15	Deal St	Dutch Village Rd	Dutch Village Rd
15	Mumford Rd	Joseph Howe Dr	Romans Ave
15	Pearson Dr	Mayfield Ave	Pennington
15	Ralston Ave	Mumford Rd	End
16	Kearney Lake Rd	Grosvenor Rd	Bi-Hwy East Ramps
17	Redwood Ave	Colindale St	Colindale St
18/17	Herring Cove Rd	Highfield Dr	Old Sambro Rd
18	Lanark St	Dentith Rd	Spencer Ave
18	Leiblin Dr	Guildwood, West	Old Sambro Rd
18	Spencer Ave	Lanark St	Lewis St
19	Glendale Dr	Beaver Bank Rd	Riverside Dr
19	Lucasville Rd	Sackville River	1/2 Way to Waterstone
20	Glendale Dr	Riverside Dr	Metropolitan Ave
21	Dartmouth Rd	Dartmoor Cres	Bed Byps Ramp
21	Dartmouth Rd	Ridgevale Ave	Dartmoor Cres
22	Merganser Ave	Grebe Ave	End
22	Trunk 3	Parkdale Ave	Devonsire Ave
22	Trunk 3	Maplewood Dr	Forestglen Dr
23	Hammonds Plains Rd	Pockwock Rd	Yankeetown North
23	Hammonds Plains Rd	Yankeetown North	Yankeetown South

† Heritage Gas has an existing gas main on identified street. Gas Laterals are to be installed by them prior to Micro Surfacing.

† † Work shall not be completed until curb is replaced by others.

PLEASE NOTE: Staff wish to advise that the above street listing may change slightly depending on a further evaluation of road conditions at the time of the Micro Surface application. As a consequence, additional streets may be added or the list changed, depending upon that evaluation.”

M E M O R A N D U M

TO: Jamie Hannam, MBA, P.Eng., Halifax Regional Water Commission

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

FROM: Peter Lynds, P.Eng., Design & Construction

DATE: June 17, 2008

SUBJECT: **Tender No. 08-240, Micro Surfacing - Phase 2, Various Locations**

Tender No. 08-240, Micro Surfacing - Phase 2, Various Locations, closed June 11, 2008. Prior to this tender award, a cost sharing agreement must be finalized between Halifax Regional Municipality (HRM) and Halifax Regional Water Commission (HRWC).

Enclosed is a bid comparison summary for the items associated with the watermain and sewer work for this project. They are from the lowest bidder, Industrial Cold Milling.

In the most recent discussions on this subject, HRWC has agreed to pay for the manhole and water valve adjustments which are (based on the average unit prices) as follows:

Manhole Adjustments	\$201,600.00
Water Valve Adjustments	<u>\$ 55,125.00</u>
Subtotal	\$256,725.00
Net HST (i.e. 3.429%)	<u>\$ 8,803.10</u>
Project Total	<u>\$265,528.10</u>

Based on the above cost sharing, HRWC's costs for this tender 08-240, Micro Surfacing, Phase 2, Various Locations is \$256,725.00 plus net HST for a project total of \$265,528.10.

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

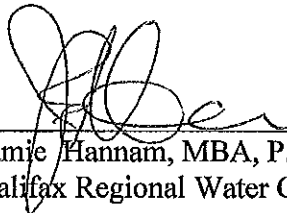
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If you are in agreement, please indicated by signing the enclosed copy and return it to my attention. If you have any questions, please call me at 490-6898.

Thank you,



Peter Lynds, P.Eng.
Design Engineer



Jamie Hannam, MBA, P.Eng
Halifax Regional Water Commission

June 19/08
Date

PL/pm

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