



P.O. Box 1749
Halifax, Nova Scotia
B3J 3A5 Canada

Item No. 11.1.2
Halifax Regional Council
July 29, 2014

TO: Mayor Savage and Members of Halifax Regional Council

SUBMITTED BY: Original signed by 
Richard Butts, Chief Administrative Officer

Original Signed by Director

Kathleen Llewellyn-Thomas, A/Director, Transportation & Public Works

DATE: July 4, 2014

SUBJECT: Award – Unit Price Tender 14-268 Street Recapitalization and Watermain
Renewal - Queen St./South St./Kent St. – West Region

ORIGIN

The Approved 2014/15 Project Budget.

LEGISLATIVE AUTHORITY

Under the HRM Charter, Section 79 Halifax Regional Council may expend money for municipal purposes. Administrative Order #35, the Procurement Policy, requires Council to approve the award of contracts for sole sources exceeding \$50,000 or \$500,000 for RFP's, Quotations and Tenders respectively.

RECOMMENDATIONS:

It is recommended that Council:

1. Approve a budget increase of \$347,509.11 (net HST included) to Project Account No. CR000005 – Street Recapitalization, funded through cost sharing with the Halifax Water.
2. Award Tender No. 14-268, Street Recapitalization and Watermain Renewal - Queen St./South St./Kent St. – West Region, to the lowest bidder meeting specifications, Dexter Construction Company for a Total Tender Price of \$1,122,638.79 (net HST included) with funding from Project Account Nos. CR000005 – Street Recapitalization and Project Account No. CKU01084 – Sidewalk Renewal, as outlined in the Financial Implications section of this report.

BACKGROUND

The Approved 2014/15 Project Budget includes funds for the street recapitalization of Queen Street from Morris Street to Kent Street, sidewalk renewal of Queen Street from Morris Street to South Street (east side), street recapitalization of South Street from Queen Street to Barrington Street and street recapitalization of Kent Street from Queen Street to Barrington Street.

The budget does not include water main or sewer main renewal on Queen Street; this is the reason for the budget increase request.

The increase in budget of \$347,509.11 is being funded through cost sharing with Halifax Water as outlined in Attachment A1.

DISCUSSION

Tender # 14-268 was publicly advertised on the Province of Nova Scotia's Procurement website on June 17, 2014 and closed on July 2, 2014. Bids were received from the following companies:

<u>Name of Company</u>	<u>Bid Price (net HST included)</u>
Dexter Construction Company Limited	\$1,122,638.79*
Ocean Contractors Limited	\$1,200,520.62
Atlantic Road Construction & Paving Ltd.	\$1,381,234.70
Cumberland Paving and Contracting Limited	\$1,488,780.99
Basin Contracting Limited	\$1,498,730.61

***recommended bidder**

The scope of work for this Tender generally consists of the partial replacement of existing concrete curb and gutter with new concrete curb and gutter, the partial replacement of existing concrete sidewalk with new concrete sidewalk on Queen Street (from Morris Street to South Street, east side), the removal of the existing asphalt, installation of new asphalt and associated reinstatement, and the renewal of water and sewer main on Queen Street (from South Street to Kent Street).

It is anticipated that work will commence within three weeks of the Tender award and take 14 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.

FINANCIAL IMPLICATIONS

Based on the lowest tendered price of \$1,076,500.00 plus net HST of \$46,138.79, for a net total of \$1,122,638.79, funding is available in the Approved 2014/15 Project Budget from Project Account Nos. CR000005 – Street Recapitalization and CKU01084 – Sidewalk Renewal. The budget availability has been confirmed by Finance.

Budget Summary:

Project Account No. CR000005 – Street Recapitalization

Cumulative Unspent Budget	\$1,984,359.10
Plus: Halifax Water Cost Sharing	\$ 347,509.11
Less: Tender No. 14-268	\$1,068,670.78 *

Less: Tender No. 14-250	\$ 877,451.98
Balance	\$ 385,745.45

Project Account No. CKU01084 – Sidewalk Renewal

Cumulative Unspent Budget	\$577,367.12
Less: Tender No. 14-268	\$ 53,968.01*
Balance	\$523,399.11

* This project was estimated in the Approved 2014/15 Project Budget at \$690,000 and \$75,000 respectively. As a result of cost sharing from the Halifax Water, the net cost to Project Account No. CR000005 is \$721,161.67.

The balance of funds will be used to implement the remaining 2014/15 Street Recapitalization and Sidewalk Renewal projects approved by Council.

ENVIRONMENTAL IMPLICATIONS

Implications not identified.

ALTERNATIVES

Council could choose not to approve the recommendations in this report; this is not recommended by staff.

ATTACHMENT

A1 Halifax Water Cost Sharing Letter

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

Report Prepared by: Anne Sherwood, Design Engineer, Design & Construction Services at 490-6872

Report Approved by: _____
Dave Hubley, P. Eng., Manager, Design & Construction Services at 490-4845

Procurement Review: _____
Anne Feist, Manager, Procurement at 490-4200



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MEMORANDUM

TO: Mark Feener, P.Eng., Project Engineer, Engineering and Information Services, HW

CC: Jamie Hannam, P.Eng., Director, Engineering and Information Services, HW
Greg Rice, P.Eng., Project Engineer, Engineering and Information Services, HW
David Hubley, P.Eng., Manager, Design and Construction Services, HRM
Jeff Spares, P.Eng., Sr. Design Engineer, Design and Construction Services, HRM

FROM: Anne Sherwood, P.Eng., Design Engineer, Design and Construction Services, HRM

DATE: July 3, 2014

SUBJECT: **Cost Share Agreement – Tender No. 14-268 Queen Street/South Street/Kent Street**

Attention Colleagues,

Tender No. 14-268, Queen Street/South Street/Kent Street– Street Recapitalization and Watermain Renewal, West Region, closed June 27th, 2014. Prior to tender award, a cost sharing agreement must be finalized between Halifax Regional Municipality (HRM) and Halifax Water (HW).

Enclosed is a bid comparison summary for the items associated with the water and sewer works from the lowest bidder, Dexter Construction Company Limited.

In the most recent discussions on this subject, HW has agreed to pay for sewer and water works and 50% of asphalt, gravel and fine grading reinstatement costs relating to their work along with curb, sodding and driveway reinstatement.

Based on the unit prices and the above cost sharing, HW's costs for Tender No. 14-268, Queen Street/South Street/Kent Street, can be summarized as follows:

Transportation and Public Works

Tel: 902.490.6872 Fax: 902.490.4858
Email: sherwooa@halifax.ca halifax.ca

Costs for Water Works – Queen Street	\$ 183,625.00
Costs for Sewer Works – Queen Street	\$ 102,750.00
Reinstatement Cost Water – Queen Street	\$ 28,112.00
Reinstatement Cost Sewer – Queen Street	\$ 18,740.00

Sub-total:	\$ 333,227.00
Net HST (4.286%):	<u>\$ 14,282.11</u>

Grand Total:	\$347,509.11
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Actual cost sharing for this project will be based on final quantities determined during construction including any extra costs related to the HW works.

If you agree to this arrangement, please indicate by signing the enclosed copy and return it to my attention. If you any questions, contact me at 490-6782.

Thank you,

Anne Sherwood, P.Eng.

Design Engineer

Original Signed

Mark Feener, P.Eng.

Halifax Water

July 4, 2014

Date