

9.1.1




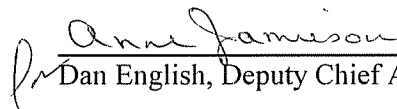
PO Box 1749
Halifax, Nova Scotia
B3J 3A5 Canada

Halifax Regional Council
April 27, 2004

TO: Mayor Kelly and Members of Halifax Regional Council

SUBMITTED BY:


George McLellan, Chief Administrative Officer


Dan English, Deputy Chief Administrative Officer

DATE: April 15, 2004

SUBJECT: Award of Unit Price Tender #04-048 Pavement Markings Eastern & Central Regions

Award of Unit Price Tender #04-049 Pavement Markings Western Region

ORIGIN

Proposed 2004/2005 Operating Budget.

RECOMMENDATION

It is recommended that:

1. Council authorize the award of Tender #04-048 Pavement Markings, West Region to the lowest bidder meeting specifications, Carvery's Painting Ltd at a cost of \$75,600.00 plus net HST for a total project cost of \$80,460.32 from account number R748-6399, with funding outlined in the Budget Implications Section of this report.
2. Council authorize the award of Tender #04-049 Pavement Markings East and Central Regions, to the lowest bidder meeting specifications, Carvery's Painting Ltd. at a cost of \$69,582.00 plus net HST, for a total project cost of \$74,055.43 from account number R748-6399, with funding outlined in the Budget Implications Section of this report.

**Award of Unit Price Tender #04-048 Pavement Markings Eastern & Central Regions and
Award of Unit Price Tender #04-049 Pavement Markings Western Region**

Council Report

-2-

April 27, 2004

BACKGROUND

The overall Traffic Marking Program includes two separate categories. The first category is the repainting of traffic lines, including centre lines, edge lines and lane lines, and represents approximately 60% of the Traffic Marking Program and is carried out by HRM staff. Private sector resources are limited for traffic line painting.

The second category is the repainting of pavement markings including traffic arrows, crosswalks, stop bars and other miscellaneous traffic symbols, and represents approximately 40% of the Traffic Marking Program. Approximately 90% of the pavement markings repainting is carried out by contract services with the remaining 10%, mainly channelization lines, and late in the season, new street markings, are carried out by HRM staff.

DISCUSSION

Tenders for the Pavement Marking Program were first advertised on March 2004, and closed on April 05/2004. A total of two (3) companies responded to this tender. They were:

<u>Name of Company</u>	<u>Amount of Bid (H.S.T. Extra)</u>	
	<u>Tender #04-048</u> <u>West Region</u>	<u>Tender #04-049</u> <u>East/Central Regions</u>
Carvery's Painting Ltd.	\$75,600.00*	\$69,582.00*
Provincial Pavement Markings	\$88,850.00	\$70,510.00
Gramac Ltd.	--	\$93,400.00

* Recommended Bid

These contracts include the repainting of existing pavement markings and traffic lines as well as painting of new markings of HRM streets as directed by Streets & Roads' staff. Both of these projects will begin as soon as weather permits in May, subsequent to Council approval, and continue for a period of approximately 12 weeks, weather permitting. The requirement to carry out the work of both these tenders within the time frame specified, weather permitting, has been emphasized in the tender document and with the low bidder. This is a UNIT PRICE contract and the cost will be dependant upon the actual quantities measured and approved by the HRM supervisor.

BUDGET IMPLICATIONS

Funding for these projects is available in the Approved 2004/2005 Operating Budget for the Traffic Markings Program, cost centre #R748 (Proposed Gross budget \$426,835). This has been confirmed by Finance.

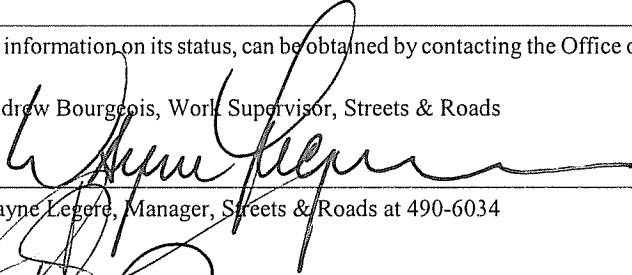
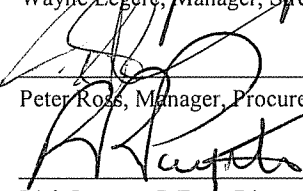
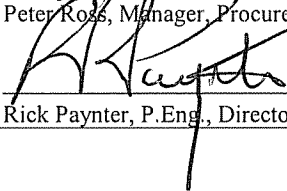
The net HST has been included in the award amount. The Federal Government, in the recent speech from the throne, has proposed changes that would provide a GST rebate to Municipalities. This legislation, once approved, will affect the total cost of this award. Once legislation is in place, and the actual amount determined, the value will be adjusted accordingly.

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

There are no recommended alternatives.

Additional copies of this report, and information on its status, can be obtained by contacting the Office of the Municipal Clerk at 490-4210, or Fax 490-4208.	
Report Prepared by:	Andrew Bourgeois, Work Supervisor, Streets & Roads
Report Approved by:	 Wayne Legefe, Manager, Streets & Roads at 490-6034
Report Approved by:	 Peter Ross, Manager, Procurement at 490-6499
Report Approved by:	 Rick Paynter, P.Eng., Director, Public Works & Transportation at 490-4855