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Halifax Regional Council
May 11, 2004

TO: Mayor Kelly and Members of Halifax Regional Council

SUBMITTED BY:



Geri Kaiser, Acting Chief Administrative Officer



Mike Labrecque, Director, Real Property and Asset Management

DATE: May 3 , 2004

SUBJECT: Award Tender 04-054, Rebuild of Engines - Woodside I

ORIGIN

2004/2005 Approved Capital Budget

RECOMMENDATION

It is recommended that Regional Council award Tender 04-054, Rebuild of Engines - Woodside I to MacLaughlin Diesel Limited for \$78,824.08 plus net HST for a total cost of \$83,891.68 from Capital Account No.CVD00436, Bi-annual Ferry Refit, with funding authorized as per the Budget Implications section of this report.

BACKGROUND

The Halifax Regional Municipality publicly advertised tenders to rebuild engines of the ferry, Woodside I.

A tender was issued on March 10, 2004, for the rebuild of the engines of the ferry, Woodside I including work to the drives, generators, fuel pumps, and alternators.

The rebuild is required as part of the ongoing maintenance of the ferry, Woodside I, one of the three ferries that operate in the Harbour.

DISCUSSION

A tender was publicly advertised. The following bids were received, evaluated, and recommended by Fleet Services, Real Property and Asset Management and Transit Services, Public Works and Transportation.

| Bidder | Total Price (excl. taxes) | Total Price (incl. net HST) |
|------------------------------------|---------------------------|-----------------------------|
| MacLaughlin Diesel Limited | \$ 78,824.08 | \$ 83,891.68 |
| Atlantic Tractors & Equipment Ltd. | \$ 87,485.00 | \$ 93,109.41 |
| Fabco Industries | \$ 99,250.00 | \$105,630.78 |

MacLaughlin Diesel, the lowest bidder meeting specifications, is the recommended bidder. The work will begin shortly and be completed within two weeks.

BUDGET IMPLICATIONS

Based on the cost of \$ 78,824.08 plus Net HST for a total of \$83,891.68, funding is available in the Approved Capital Budget under Account No.CVD00436, Bi-annual Ferry Refit, this has been confirmed by staff of Financial Services.

| | | |
|------------------------|---|---------------------|
| Budget Summary: | <u>CVD00436, Bi-annual Ferry Refit</u> | |
| | Cumulative Unspent Budget | \$243,000.00 |
| | Less Tender 04-054 | <u>\$ 83,891.68</u> |
| | Balance | \$ 159,108.32 |

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 the Municipalities. This legislation, once approved, will affect the total cost of this award. Once the 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

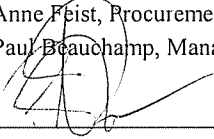
There are no recommended alternatives.

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.

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