

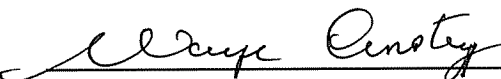
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PO Box 1749
Halifax, Nova Scotia
B3J 3A5 Canada

Halifax Regional Council
August 8, 2006

TO: Mayor Kelly and Members of Halifax Regional Council

SUBMITTED BY: 
Wayne Anstey, Acting Chief Administrative Officer

DATE: July 26, 2006

SUBJECT: **Award of Unit Price Tender No. 06-215, Brick Sidewalk Replacement, and Resurfacing, Portland Street - East Region**

ORIGIN

The Approved 2006/07 Capital Budget.

RECOMMENDATIONS

It is recommended that Council:

1. approve an increase in the Gross Budget for Capital Account No. CZU00782, Resurfacing by \$7,358 with no change to the Net Budget to reflect cost sharing of the gas main related work from Heritage Gas;
2. award Tender No. 06-215, Brick Sidewalk Replacement, and Resurfacing, Portland Street - East Region to Amber Contracting Limited for materials and services listed at the unit prices quoted for a Tender Price of \$427,788 including net HST from Capital Account No. CZU00782, Resurfacing, CRG00491 Brick Sidewalk Replacement Program and Capital Account No. CDG00490, Capital District Urban Design Study, with funding authorized as per the Budget Implications section of this report.

BACKGROUND

The Approved 2006/07 Capital Budget included funds for the resurfacing of Portland Street from Dundas Street to Victoria Road and the replacement of existing sidewalk with new concrete and pavers.

DISCUSSION

Tenders were called on July 5, 2006 and closed on July 19, 2006. The following bids, exclusive of taxes, were received:

	<u>Bid Price</u>
1. Amber Contracting Limited	\$413,605.00
2. Ocean Contractors Limited	\$435,000.00
3. Dexter Construction Company Limited	\$474,400.00

The scope of work for this tender generally consists of the construction of new concrete/paver sidewalk, new granite curb, pavement resurfacing and a new gas main access across Portland Street at Dundas Street .

It is anticipated that work will commence within three weeks of the tender award and take 10 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 \$413,605.00, plus net HST for a total project cost of \$427,788, funding is available in the Approved 2006/07 Capital Budget from Account No. CZU00782, Resurfacing, Capital Account No. CRG00491, Brick Sidewalk Replacement Program, Capital Account No. CDG00490, Capital District Urban Design Study and from cost sharing with Heritage Gas.

The budget availability has been confirmed by Financial Services.

Budget Summary: Account No. CZU00782 Resurfacing

Cumulative Unspent Budget	\$477,603
Plus: Heritage Gas Cost Sharing	\$ 7,358
Less: Tender No. 06-215	\$206,755 *
Less: Tender No. 06-222	<u>\$186,922</u>
Uncommitted Balance	<u>\$ 91,284</u>

Budget Summary: Account No. CDG00490, Capital District Urban Design Study

Cumulative Unspent Budget	\$508,015
Less: Tender No. 06-215	<u>\$ 21,033*</u>
Uncommitted Balance	<u>\$486,982</u>

Budget Summary: Account No. CRG00491, Brick Sidewalk Replacement Program

Cumulative Unspent Budget	\$200,000
Less: Tender No. 06-215	<u>\$200,000*</u>
Uncommitted Balance	<u>\$ 0</u>

* The resurfacing project was estimated in the Approved 2006/07 Capital Budget at \$204,000. As a result of cost sharing from Heritage Gas the net cost to Account CZU00782 is \$199,397. The estimated costs for the Capital District work was \$210,500.

The remaining funds from Account No. CZU00782 are required to implement the remaining 2006/07 Resurfacing projects approved by Council.

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. If approved this will increase the 2006/07 Capital Budget.

ALTERNATIVES

There are no recommended alternatives.

ATTACHMENT

Memorandum dated July 14, 2006 to Heritage Gas.

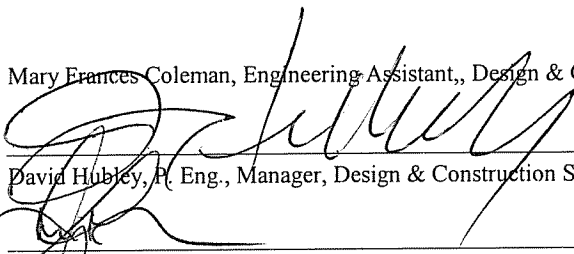
**Award Of Unit Price Tender 06-215
Council Report**

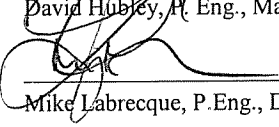
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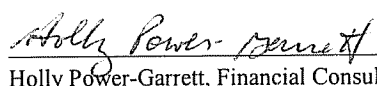
August 8, 2006


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 490-4208.

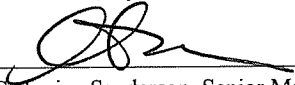
Report Prepared by: Mary Frances Coleman, Engineering Assistant,, Design & Construction at 490-1457

Business Unit Review: 
David Hubley, P. Eng., Manager, Design & Construction Services at 490-4845

Report Approved By: 
Mike Labrecque, P.Eng., Director, Transportation and Public Works at 490-4855

Financial Review: 
Holly Power-Garrett, Financial Consultant, Financial Services at 490-6153

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

Report Approved By: 
Catherine Sanderson, Senior Manager, Financial Services at 490-1562

JF/bhs

MEMORANDUM

TO: Leonard Avery, P.Eng., Heritage Gas

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

FROM: John Fawcett, P.Eng., Design Engineer, Design & Construction

DATE: July 21, 2006

SUBJECT: **Tender 06-215 - Portland Street (Dundas Street to Victoria Road)
Brick Sidewalk Replacement, Sewer Replacement, Resurfacing and
Gas Main Installation**

Tender 06-215 - Portland Street (Dundas Street to Victoria Road) Brick Sidewalk Replacement, Resurfacing and Gas Main Installation, East Region closed July 19, 2006. Prior to tender award, a cost sharing agreement must be finalized between HRM and Heritage Gas. Enclosed is a bid comparison summary highlighting items associated with the gas main installation for this project. They are from the lowest bidder, Amber Contracting Limited to highest.

In the most recent discussions on this subject, Heritage Gas has agreed to pay 50% of the cost of the reinstatement. This includes the cost of the asphalt and gravel over the length of the gas main and across the reinstatement width. Based on these unit prices Heritage Gas's share of reinstatement costs is as follows:

Reinstatement Area	35 m x 1.0 m	=	35 m ²
Cost for Type 1 Gravel	35 m ² x 0.150 m x 2.4 t/m ³ x \$31.00/t	=	\$ 391
Cost for Type 2 Gravel	35 m ² x 0.150 m x 2.4t/m ³ x \$20.00/t	=	\$ 252
Cost for Type B Asphalt	35 m ² x \$25.00/m ²	=	\$ 875
Cost for Type C Asphalt	35 m ² x \$16.00/m ²	=	\$ 360

Cost for Planing	35 m ² x \$10.00/m ²	=	\$ 350
	Subtotal	=	\$ 2,228
	50% Share of Reinstatement Costs	=	\$ 1,114

Based on the low bidder's tender prices and the above cost sharing, Heritage Gas's costs for Tender Tender 06-215 Portland Street (Dundas Street to Victoria Road) Brick Sidewalk Replacement, Sewer Replacement, Resurfacing and Gas Main Installation, East Region, can be summarized as follows:

Gas Main	\$ 6,000.00
Reinstatement Cost Sharing	<u>\$ 1,114.00</u>
	\$ 7,114.00
Net HST	\$ 244.00
Project Total	<u>\$ 7,358.00</u>

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

If you agree to this arrangement, please indicate by signing the enclosed copy and returning it to me. If you have any questions, please call me at 490-6824.

Thank you.



John Fawcett, P.Eng.
Design Engineer

JF/su

Leonard Avery, P.Eng.
Heritage Gas

Date

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