


Item No. 10.1.2
Halifax Regional Council
April 30, 2013

TO: Mayor Savage and Members of Halifax Regional Council

Original signed by 

SUBMITTED BY:

Richard Butts, Chief Administrative Officer

Original Signed by 

Mike Labrecque, Deputy Chief Administrative Officer

DATE: March 28, 2013

SUBJECT: Award - Unit Price Tender No. 13-228, Street Reconstruction, Asphalt Walkway Resurfacing and Water Main Renewal, Kincardine Drive – East Region

ORIGIN

The Approved Advanced 2013/14 Project Budget. Approved by the Capital Steering Committee December 21, 2012 as per the Council approved policy of September 16, 2008.

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 tenders and RFP's.

RECOMMENDATIONS:

It is recommended that Council:

1. Approve a budget increase of \$346,323.86 (net HST included) to Project Account No. CYX01345 – Street Recapitalization, funded through cost sharing with Halifax Water.
2. Award Tender No. 13-228, Street Reconstruction, Asphalt Walkway Resurfacing and Water Main Renewal, Kincardine Drive – East Region to the lowest bidder meeting specifications, J. R. Eisener Contracting Limited for a Total Tender Price of \$698,113.43 (net HST included) with funding from Project Account Nos. CYX01345 – Street Recapitalization and CRU01079 – Other Road Related Works, as outlined in the Financial Implications section of this report.

BACKGROUND

The Approved Advanced 2013/14 Project Budget includes funds for the paving renewal of Kincardine Drive from Inverary Drive to Dumbarton Avenue and the resurfacing of the asphalt walkway from Kincardine Drive to Rannoch Road.

DISCUSSION

Tenders were called and posted to the Province of Nova Scotia's Procurement website on March 13, 2013 and closed on March 27, 2013. Bids were received from following companies:

<u>Name of Company</u>	<u>Bid Price (net HST included)</u>
J. R. Eisener Contracting Ltd.	\$698,113.43*
Amber Contracting Limited	\$713,693.76
Dexter Construction Company Limited	\$737,510.59
Sackville Trenching Ltd.	\$747,019.39
Brycon Construction Limited	\$752,944.92
Harbour Construction Co. Ltd.	\$829,428.27
Ocean Contractors Limited	\$873,343.11
ARCP Atlantic Road Construction & Paving Ltd.	\$947,000.31

***recommended bidder**

The scope of work for this tender generally consists of the paving renewal including full depth removal of existing asphalt, installation of new asphalt and associated reinstatement as well as new concrete curb and gutter. The project also includes water main renewal and sanitary sewer spot repair.

It is anticipated that construction will commence after the tender is awarded and as weather permits in the spring and take 12 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.

FINANCIAL IMPLICATIONS

Based on the lowest tendered price of \$669,422.00 plus net HST of \$28,691.43, for a net total of \$698,113.43, funding is available in the Approved Advanced 2013/14 Project Budget from Project Account Nos. CYX01345 – Street Recapitalization and CRU01079 - Other Road Related Works. The budget availability has been confirmed by Finance.

Budget Summary:

Project Account No. CYX01345 – Street Recapitalization

Cumulative Unspent Budget	\$4,273,720.98
Plus: HW Cost Sharing	\$ 346,323.86
Less: Tender No. 13-228	<u>\$ 670,545.43</u> *
Balance	\$3,949,499.41

Project Account No. CRU01079 - Other Road Related Works

Cumulative Unspent Budget	\$ 679,385.92
Less: Tender No. 13-228	<u>\$ 27,568.00</u>*
Balance	\$ 651,817.92

*This project was estimated in the Approved Advanced 2013/14 Project Budget at \$550,000 and \$29,000 respectively. As a result of cost sharing from Halifax Water, the net cost to Project Account No. CYX01345 is \$324,221.57.

The balance of funds will be used to implement the remaining 2013/14 recapitalization and other related works projects approved by Council.

ENVIRONMENTAL IMPLICATIONS

Implications not identified.

ALTERNATIVES

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

ATTACHMENT

A1- Halifax Water Cost Share Agreement

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 490-4208.

Report Prepared by: Linda Ward, Design Engineering Technologist, Design & Construction Services at 490-6868

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

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

Report Approved by: _____
Ken Reashor, P.Eng., Director, Transportation & Public Works at 490-4855

LW/pm

MEMORANDUM

TO: John Eisnor, P.Eng., Halifax Water

CC: David Hubley, P.Eng., Manager, Design & Construction Services
Jamie Hannam, P.Eng., MBA, Halifax Water
Jeff Spares, P.Eng., Sr. Design Engineer, Design & Construction Services

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

DATE: April 2, 2013

SUBJECT: **Tender No. 13-228, Street Reconstruction, Asphalt Walkway Resurfacing and Water Main renewal, Kincardine Drive – East Region**

Tender No. 13-228, Street Reconstruction, Asphalt Walkway Resurfacing and Water Main renewal, Kincardine Drive – East Region, closed March 27, 2013. Prior to tender award, a cost sharing agreement must be finalized between HRM (Halifax Regional Municipality) and HW (Halifax Water).

Enclosed is a bid comparison summary for the items associated with the water main and sewer work for this project. They are from the lowest bidder, J.R. Eisener Contracting Limited.

In the most recent discussions on this project, HW has agreed to pay for the water main and sewer work and 50% of the asphalt reinstatement cost relating to their work. (based on the unit prices)

Based on the bidder's tender prices and the above cost sharing, Halifax Water's costs for Tender No. 13-228, Street Reconstruction, Asphalt Walkway Resurfacing, Kincardine Drive - East Region, can be summarized as follows:

Water Main Reinstatement	=	\$ 27,196.14
Water Main Work	=	\$226,990.00
Sanitary Sewer Reinstatement	=	\$ 7,612.32
Sanitary Sewer Work	=	\$ 67,792.00
Storm Sewer Work	=	\$ 2,500.00
Net HST (i.e., 4.286%)	=	<u>\$ 14,233.40</u>
Project Total	=	<u>\$346,323.86</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 return it to my attention. If you have any questions, please call me at 490-6824.

Thank you,

Original Signed

✓
John Fawcett, P.Eng.

JF/pm

Original Signed

John Eisnor, P.Eng.
Halifax Water

April 3 2013
Date