


Item No. 11.1.3
Halifax Regional Council
May 20, 2014

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: April 30, 2014

SUBJECT: Award - Unit Price Tender No. 14-243, Pavement, Curb, Sewer and
Water Main Renewal – Sunnybrae Avenue & Pavement and Water
Main Renewal – Willett Street - 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 RFPs and Tenders respectively.

RECOMMENDATIONS:

It is recommended that Council:

1. Approve a budget increase of \$1,038,069.62 (net HST included) to Project Account No. CR000005 – Street Recapitalization, funded through cost sharing with Halifax Water.
2. Award Tender No. 14-243, Pavement, Curb, Sewer and Water Main Renewal – Sunnybrae Avenue & Pavement and Water Main Renewal – Willett Street – West Region, to the lowest bidder meeting specifications, Dexter Construction Company Limited for a Total Tender Price of \$2,061,181.50 (net HST included) with funding from Project Account No. CR000005 – Street Recapitalization and Project Account No. CYU01076 – Curb Renewal, as outlined in the Financial Implications section of this report.

BACKGROUND

The Approved 2014/15 Project Budget includes funds for the pavement and curb renewal, on Sunnybrae Avenue from Hillcrest Street to Gesner Street and the pavement renewal on Willett Street from Main Avenue to Melrose Avenue.

DISCUSSION

Tender No. 14-243 was publicly advertised on the Province of Nova Scotia's Procurement website on April 9, 2014 and closed on April 24, 2014. Bids were received from following companies:

<u>Name of Company</u>	<u>Bid Price (net HST included)</u>
Dexter Construction Company Limited	\$2,061,181.50*
Basin Contracting Limited	\$2,160,800.71
Atlantic Road Construction & Paving Limited	\$2,256,667.70
Brycon Construction Limited	\$2,310,977.76

***recommended bidder**

The scope of work for this Tender on Sunnybrae Avenue generally consists of renewing the asphalt pavement, curb, sanitary sewer laterals, and replacing sections of the sewer and water main. The scope of work on Willett Street generally consists of renewing the asphalt pavement and replacing sections of the water main.

The construction work includes excavation, grading, water works, sewer works, removal and replacement of asphalt pavement, concrete curb and sidewalk repairs, replacement of (or adjustments to) street hardware such as water valves, landscaping, pavement markings, and other associated reinstatement work.

It is anticipated that work will commence within three weeks of the Tender award and take 14 weeks for Sunnybrae Avenue, and 10 weeks for Willett Street.

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 1,976,470.00 plus net HST of \$84,711.50, for a net total of \$2,061,181.50, funding is available in the Approved 2014/15 Project Budget from Project Account No(s). CR000005 – Street Recapitalization and CYU01076 – Curb Renewal. The budget availability has been confirmed by Finance.

Budget Summary:

Project Account No. CR000005 – Street Recapitalization

Cumulative Unspent Budget	\$5,022,127.70
Plus: Halifax Water Cost Sharing	\$1,038,069.62
Less: Tender No. 14-243	<u>\$1,963,361.23</u> *
Balance	\$4,096,836.09

Project Account No. CYU01076 – Curb Renewal

Cumulative Unspent Budget	\$ 636,955.01
Less: Tender No. 14-243	<u>\$ 97,820.27</u>*
Balance	\$ 539,134.74

*This project was estimated in the Approved 2014/15 Project Budget at \$795,000.00 and \$50,000.00 respectively. As a result of cost sharing from the Halifax Water, the net cost to Project Account No. CR000005 is \$925,291.61.

The balance of funds will be used to implement the remaining 2014/15 Street Recapitalization and Curb Renewal 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 – 14-243 - HW Cost Share letter

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: Jamie Wile, Design Engineering Technologist, Design & Construction Services at 490-6869

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

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

Report Approved by: _____
Kathleen Llewellyn-Thomas, P. Eng., A/Director, Transportation & Public Works at 490-4855

MEMORANDUM

TO: Kevin Healy, 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: Dylan Hayne, P.Eng., Design Engineer, Design and Construction Services, HRM

DATE: April 30, 2014

SUBJECT: Cost Share Agreement – Tender No. 14-243 Sunnybrae Avenue & Willett Street

Tender No. 14-243, Sunnybrae Avenue – Pavement, Curb, Sewer and Water Main Renewal, & Willett Street – Pavement and Water Main Renewal, West Region, closed April 24, 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. 14-243, Sunnybrae Avenue & Willett Street, can be summarized as follows:

(A) Costs for Water and Sewer Works – Sunnybrae Avenue	\$537,038.00
(B) Costs for Water and Sewer Works – Willett Street	\$285,520.00
(C) Reinstatement Cost – Sunnybrae Avenue	\$142,653.50
(D) Reinstatement Cost – Willett Street	<u>\$30,195.00</u>
Sub-total:	\$995,406.50
Net HST (4.286%):	<u>\$42,663.12</u>
Grand Total:	\$1,038,069.62

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 490-1457.

Thank you,

Original Signed

Dylan Hayne, P.Eng.
Design Engineer

Original Signed

Kevin Healy, P.Eng.
Halifax Water

APRIL 30, 2014

Date