




P.O. Box 1749
Halifax, Nova Scotia
B3J 3A5 Canada

Item No. 11.1.4
Halifax Regional Council
July 22, 2014

TO: Mayor Savage and Members of Halifax Regional Council

Original signed by 

SUBMITTED BY:

Richard Butts, Chief Administrative Officer

Original Signed by Director

Kathleen Llewellyn-Thomas, A/Director, Transportation and Public Works

DATE: June 24, 2014

SUBJECT: Award – Unit Price Tender No. 14-264, Paving, Sidewalk Renewal & Water Main Renewal – Windmill Road – East 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 RFP's and tenders respectively.

RECOMMENDATIONS:

It is recommended that Council:

1. Approve a budget increase of \$814,126.66 (net HST included) to Project Account No. CR000005 – Street Recapitalization, funded through cost sharing with the Halifax Water.
2. Award Tender No. 14-264, Paving, Sidewalk Renewal & Water Main Renewal – Windmill Road – East Region, to the lowest bidder meeting specifications, Basin Contracting Limited for a Total Tender Price of \$1,604,478.70 (net HST included) with funding from Project Account Nos. CR000005 – Street Recapitalization and CKU01084 – Sidewalk Renewals, as outlined in the Financial Implications section of this report.

BACKGROUND

The Approved 2014/15 Project Budget includes funds for the resurfacing of Windmill Road from Wyse Road to Dawson Street and for the sidewalk renewal on the east side from Wyse Road to Lyle Street.

The budget does not include water main renewal or sewer spot repairs in Windmill Road; this is the reason for the budget increase request. The increase in budget of \$814,126.66 is being funded through cost sharing with Halifax Water as outlined in Attachment A1.

DISCUSSION

Tender # 14-264 was publicly advertised on the Province of Nova Scotia's Procurement website on June 6, 2014 and closed on June 20, 2014. Bids were received from following companies:

<u>Name of Company</u>	<u>Bid Price (net HST included)</u>
Basin Contracting Limited	\$1,604,478.70*
Cumberland Paving & Contracting Limited	\$1,819,244.56
Dexter Construction Company Limited	\$1,836,997.89
Harbour Construction Co. Ltd.	\$1,973,727.26
ARCP – Atlantic Road Construction & Paving Ltd.	\$2,429,784.54

***recommended bidder**

The scope of work for this tender generally consists of the removal of existing asphalt, installation of new asphalt, the replacement of concrete sidewalk, associated reinstatement and water main renewal.

It is anticipated that work will commence within three weeks of the tender award and take 16 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.

FINANCIAL IMPLICATIONS

Based on the lowest tendered price of \$1,538,537.00 plus net HST \$65,941.70, for a net total of \$1,604,478.70, funding is available in the Approved 2014/15 Project Budget from Project Account No(s). CR000005 – Street Recapitalization and CKU01084 – Sidewalk Renewals. The budget availability has been confirmed by Finance.

Budget Summary:

Project Account No. CKU01084 – Sidewalk Renewal

Cumulative Unspent Budget	\$770,968.87
Less: Tender No. 14-264	<u>\$190,744.31*</u>
Balance	\$580,224.56

Project Account No. CR000005 – Street Recapitalization

Cumulative Unspent Budget	\$3,802,482.27
Plus: Halifax Water Cost Sharing	\$ 814,126.66
Less: Tender No. 14-264	\$1,413,734.39 *
Less: Tender No. 14-248	<u>\$ 893,522.45</u>
Balance	<u>\$2,309,352.09</u>

* This project was estimated in the Approved 2014/15 Project Budget at \$100,000 and \$780,000 respectively. As a result of cost sharing from the Halifax Water, the net cost to Project Account No. CR000005 is \$599,607.73.

The balance of funds will be used to implement the remaining 2014/15 street recapitalization and sidewalk 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

A-1 Halifax Water Cost Share Memo

A copy of this report can be obtained online at <http://www.halifax.ca/council/agendasc/cagenda.php> 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: L. Ward, Design Engineering Technologist, Design & Construction Services at 490-6868

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

(Gary Carpentier, Sr. Procurement Consultant at 490-4202)

Procurement Review: _____
For Anne Feist, Manager, Procurement (490-4200)



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A1

MEMORANDUM

TO: Kevin Healey, 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 Services
DATE: June 23, 2014
SUBJECT: **Tender No. 14-264 – Paving, Sidewalk Renewal & Water Main Renewal, Windmill Road – East Region**

Attention Colleagues,

Tender No. 14-264, Paving, Sidewalk Renewal & Water Main Renewal, Windmill Road – East Region, closed June 20, 2014. 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, Basin Contracting Limited.

In the most recent discussions on this project, HW has agreed to pay for the water main 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. 14-264, Paving, Sidewalk Renewal & Water Main Renewal, Windmill Road – East Region, can be summarized as follows:

Water Main Reinstatement	=	\$ 66,235.00
Water Main Work	=	\$675,093.00
Sanitary Sewer Reinstatement	=	\$ 2,024.76
Sanitary Sewer Work	=	\$ 13,850.00
Storm Sewer Reinstatement	=	\$ 4,864.50
Storm Sewer Work	=	<u>\$ 18,600.00</u>
Net HST (i.e., 4.286%)	=	\$ 780,667.26
Project Total	=	<u>\$ 33,459.40</u>
		<u>\$ 814,126.66</u>

Transportation & Public Works - Design and Construction

Tel: (902) 490-6824 Fax: (902) 490-4858
E-mail: fawcettj@halifax.ca Website: www.halifax.ca

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/rch.

Original Signed

Kevin Healey, P. Eng.
Halifax Water

June 27. 2014
Date