



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

Item No. 11.1.8
Halifax Regional Council
May 26, 2015

TO: Mayor Savage and Members of Halifax Regional Council

SUBMITTED BY: Original signed by 
Richard Butts, Chief Administrative Officer

Original Signed by 
Mike Labrecque, Deputy Chief Administrative Officer

DATE: April 21, 2015

SUBJECT: Award - Unit Price Tender No. 15-205, Resurfacing and New Concrete Curb & Gutter, Various Locations – East Region

ORIGIN

The Approved 2015/16 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 \$470,150.46 (net HST included) to Project Account No. CR000005, Street Recapitalization, funded through cost sharing with Halifax Water.
2. Award Tender No. 15-205, Resurfacing and New Concrete Curb & Gutter, Various Locations – East Region, to the lowest bidder meeting specifications, Cumberland Paving and Contracting Limited for a Total Tender Price of \$1,306,762.22 (net HST included) with funding from Project Account Nos. CR000005 - Street Recapitalization and CRU01079 – Other Road Related Works, as outlined in the Financial Implications section of this report.

BACKGROUND

The Approved 2015/16 Project Budget includes funds for the resurfacing of Dewhurst Drive from Whynette Place to Lucien Drive, Whynette Place from Topsail Boulevard to Lucien Drive, Skyvue Terrace from Dewhurst Drive to the end and Cross Road from Topsail Boulevard to Dewhurst Drive. Also included is an upgrade to the asphalt walkway from Dorothea Drive to Skyvue Terrace.

The budget does not include sewer lateral replacement and this is the reason for the budget increase request. The budget increase of \$470,150.46 is being funded through cost sharing with Halifax Water as outlined in Attachment A1.

DISCUSSION

Tender # 15-205 was publicly advertised on the Province of Nova Scotia's Procurement website on April 1, 2015 and closed on April 17, 2015. Bids were received from following companies:

<u>Name of Company</u>	<u>Bid Price (net HST included)</u>
Cumberland Paving and Contracting Limited	\$1,306,762.22*
Dexter Construction Company Limited	\$1,375,834.77
Basin Contracting Limited	\$1,536,692.80
Ocean Contractors Limited	\$1,577,357.04

***recommended bidder**

The scope of work for this tender generally consists of the removal of the existing asphalt, installation of new asphalt, concrete curb and gutter, associated reinstatement and a walkway upgrade. The project also includes the replacement of sewer laterals.

It is anticipated that work will commence within three weeks of the tender award and take 15 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 \$1,253,056.23 plus net HST of \$53,705.99, for a net total of \$1,306,762.22, funding is available in the Approved 2015/16 Project Budget from Project Account Nos.CR000005 – Street Recapitalization and CRU01079 – Other Road Related Works. The budget availability has been confirmed by Finance.

Budget Summary:

Project Account No. CR000005 – Street Recapitalization

Cumulative Unspent Budget	\$7,105,015.86
Plus: Halifax Water Cost Sharing	\$ 470,150.46
Less: Tender No. 15-205	<u>\$1,293,038.18 *</u>
Balance	\$6,282,128.14

Project Account No. CRU01079 – Other Road Related Works

Cumulative Unspent Budget	\$375,338.18
Less: Tender No. 15-205	<u>\$ 13,724.04 *</u>
Balance	\$361,614.14

* This project was estimated in the Approved 2015/16 Project Budget at \$935,000 and \$10,000 respectively. The estimate does not include sewer lateral replacements. As a result of cost sharing from Halifax Water, the net cost to Project Account No. CR000005 – Street Recapitalization, is \$822,887.72.

The balance of funds will be used to implement the remaining 2015/16 street recapitalization and other road related projects approved by Council.

If approved, there will be an increase to gross project budget but not the net.

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 Memo

A copy of this report can be obtained online at <http://www.halifax.ca/council/agenda/casc/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: Linda Ward, Design Engineering Technologist, Project Planning & Design at 490-6868

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

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

Report Approved by: _____
Mike Labrecque, A/Director, Transportation & Public Works at 490-4630

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Halifax, Nova Scotia
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MEMORANDUM

TO: David Ellis, P.Eng., Halifax Water

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

FROM: John Fawcett, P.Eng., Project Planning & Design

DATE: April 24, 2015

SUBJECT: Tender No. 15-205 Resurfacing and New Concrete Curb & Gutter, Various Locations – East Region

Tender No. 15-205, Resurfacing and new Concrete Curb & Gutter, Various Location– East Region, closed April 17, 2015. Prior to tender award, a cost sharing agreement must be finalized between HRM (Halifax Regional Municipality) and Halifax Water. Enclosed is a bid comparison summary for the items associated with the sewer lateral replacement for this project. They are from the lowest bidder, Cumberland Paving and Contracting Limited.

In the most recent discussions on this subject, Halifax Water has agreed to pay 50% of the cost of the reinstatement. This includes the cost of the asphalt over the length of the sewer lateral and across the reinstatement width.

Based on the low bidder's tender prices and the above cost sharing, Halifax Water's costs for Tender No. 15-205 Resurfacing and New Concrete Curb & Gutter, Various Locations - East Region, can be summarized as follows:

Sewer Work – Dewhurst Drive	=	\$ 75,000.60
Reinstatement Cost Sharing Dewhurst Drive	=	\$ 12,946.95
Sewer Work – Whynette Place	=	\$ 78,627.55
Reinstatement Cost Sharing Whynette Place	=	\$ 14,168.36
Sewer Work – Skyvue Terrace	=	\$ 115,161.80
Reinstatement Cost Sharing Skyvue Terrace	=	\$ 19,724.87
Sewer Work – Cross Road	=	\$ 115,512.35
Reinstatement Cost Sharing Cross Road	=	\$ 19,685.49

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Net HST (i.e. 4.286%)	=	<u>\$ 19,322.49</u>
Project Total	=	<u>\$ 470,150.46</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.

Original Signed

David Ellis, P.Eng.
Halifax Water

April 27/15
Date