

# HALIFAX

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

**Item No. 11.1.3**  
**Halifax Regional Council**  
**July 21, 2015**

**TO:** Mayor Savage and Members of Halifax Regional Council

Original Signed by 

**SUBMITTED BY:**

\_\_\_\_\_  
Mike Labrecque, Acting Chief Administrative Officer

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\_\_\_\_\_  
Jane Fraser, Acting Deputy Chief Administrative Officer

**DATE:** July 3, 2015

**SUBJECT:** **Award – Tender No.15-218 Street Recapitalization, Water & Sewer Works & New Sidewalk – Kempt Road & Hood Street**

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## **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 \$719,894.60 (net HST included) to Project Account No. CR000005 – Street Recapitalization, funded through cost sharing with the Halifax Water, as outlined in the Financial Implications section of this report; and
2. Award Tender No. 15-218, Street Recapitalization, Water & Sewer Works & New Sidewalk, Kempt Rd. & Hood St. – West Region, to the lowest bidder meeting specifications, Dexter Construction Company Ltd. for a Total Tender Price of \$1,429,291.77 (net HST included) with funding from Project Account No(s). CR000005 - Street Recapitalization, and CR000003 – New Sidewalks, as outlined in the Financial Implications section of this report.

## **BACKGROUND**

The Approved 2015/16 Project Budget includes funds for the street rehabilitation and installation of a new sidewalk on Kempt Rd. from Lady Hammond Rd. to Commission St., and street rehabilitation of Hood St. from Windsor St. to Kempt Rd.

The budget does not include sewer and water upgrades, therefore this is the reason for the cost sharing as outlined in Attachment A1 – Halifax Water Cost Share Memo.

## **DISCUSSION**

Tender No. 15-218 was publicly advertised on the Province of Nova Scotia's Procurement website on June 16th, 2015 and closed on June 30th, 2015. Bids were received from following companies:

<b><u>Name of Company</u></b>	<b><u>Bid Price (net HST included)</u></b>
Dexter Construction Company Limited	\$1,429,291.77*
Atlantic Road Construction & Paving Limited	\$1,529,049.67
Brycon Construction Limited	\$1,543,432.80
Basin Contracting Limited	\$1,753,769.32

### **\*recommended bidder**

The scope of work for this tender generally consists of the construction of the pavement surface on Kempt Rd. by removing existing asphalt and resurfacing with new asphalt. There will also be a new concrete sidewalk installed on the north side of Kempt Rd. On Hood St. there will be a full depth asphalt resurfacing and concrete rehabilitation. As well as these two resurfacing projects, Halifax Water will be completing both sewer and water upgrades from Hood St. to Commission St.

Included in this contract is: associated curb repair and sidewalk repairs, landscaping reinstatement, retaining wall installation, and associated manhole, catchbasin and valve adjustments.

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

There are no Local Improvement Charges associated with this work.

**FINANCIAL IMPLICATIONS**

Based on the lowest tendered price of \$1,370,550.00 plus net HST of \$58,741.77, for a net total of \$1,429,291.77, funding is available in the Approved 2015/16 Project Budget from Project Account No(s). CR000005 – Street Recapitalization and CR000003 – New Sidewalks. The budget availability has been confirmed by Finance.

Budget Summary:

**Project Account No. CR000005 – Street Recapitalization**

Cumulative Unspent Budget	\$5,366,003.54
<b>Plus: Halifax Water Cost Sharing</b>	<b>\$ 719,894.60</b>
<b>Less: Tender No. 15-218</b>	<b><u>\$1,209,874.03 *</u></b>
Balance	\$4,876,024.11

**Project Account No. CR000003 – New Sidewalks**

Cumulative Unspent Budget	\$2,959,683.43
<b>Less: Tender No. 15-218</b>	<b>\$ <u>219,417.74*</u></b>
Balance	\$2,740,265.69

\* This project was estimated in the Approved 2015/16 Project Budget at \$450,000 and \$260,000 respectively. As a result of cost sharing from Halifax Water, the net cost to Project Account No. CR000005 is \$489,980.

The balance of funds will be used to implement the remaining 2015/16 Street Recapitalization and New Sidewalk 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 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: Jamie Wile, Design Engineering Technologist, Design & Construction Services at 490-6869

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: \_\_\_\_\_  
Dave Hubley, P.Eng., A/Director, Transportation & Public Works at 490-4855

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Original Signed

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## MEMORANDUM

TO: Greg Rice, P.Eng., Project Engineer, HW

CC: Tom Gorman, P.Eng., Manager, Water Infrastructure Engineering, HW  
Jeff Spares, P.Eng., Sr. Design Engineer, Project Planning & Design, HRM

FROM: Dylan Hayne, P.Eng., Design Engineer, Project Planning & Design, HRM

DATE: July 2, 2015

**SUBJECT: Tender No. 15-218 Kempt Rd & Hood St – Water and Sewer Upgrades/Works**

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Tender No. 15-218, Kempt Rd. and Hood St. – West Region, closed June 30, 2015. 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 main and sewer works and the cost sharing breakout based on the lowest bidder, Dexter Construction Company Ltd.

In the most recent discussions on this subject, HW has agreed to pay 50% of asphalt reinstatement costs, and all other reinstatement costs related to HW works.

Based on the low bidder's tender prices and the above cost sharing, Halifax Water's costs for Tender No. 15-218, Kempt Rd. and Hood St. Water and Sewer Upgrades/Works – West Region, can be summarized as follows:

Water and Sewer Work – Kempt Rd./Hood St./Intercolonial St.	=	\$ 670,108.00
HW Reinstatement Costs – Kempt Rd./Hood St./Intercolonial St.	=	\$ <u>20,200.00</u>
Sub-total	=	\$ 690,308.00
Net HST (i.e. 4.286%)	=	\$ <u>29,586.60</u>
<b>HW Project Total</b>	=	<b>\$ <u>719,894.60</u></b>

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Transportation and Public Works, Project Planning & Design

Tel: 902.490.1457 Fax: 902.490.4858  
Email: hayned@halifax.ca 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 490-1457.

Thank you,

Original Signed

Dylan Hayne, P.Eng.

Original Signed

*July 3/2015*

Date

*for*  
Greg Rice, P.Eng.  
Halifax Water