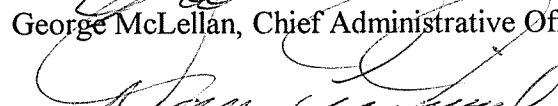


Halifax Regional Council
June 11, 2002

TO: Mayor Kelly and Members of Halifax Regional Council

SUBMITTED BY:


George McLellan, Chief Administrative Officer


Dan English, Deputy Chief Administrative Officer

DATE: June 5, 2002

SUBJECT: Award of Unit Price Tender No. 02-220, Tucker Lake Road -
Sanitary, Storm and Water Services - Central Region

ORIGIN

This project was approved as part of the Canada-Nova Scotia infrastructure Program on July 16, 2001.

RECOMMENDATION

It is recommended that Council, upon approval of By-Law Number L-108, award Tender No. 02-220, Tucker Lake Road - Sanitary, Storm and Water Services Central Region to A.C.L. Construction Limited for materials and services listed at the unit prices quoted for a Tender Price of \$1,033,713., plus net HST for a total of \$1,100,170. from Account No. CGU00235 Beaver Bank Area Servicing, Tucker Lake Road, with funding authorized as per the Budget Implications section of this report.

BACKGROUND

The Halifax Regional Municipality in cooperation with the Federal and Provincial Governments under the Canada-Nova Scotia Infrastructure Program have provided funding to construct a sanitary sewer and water distribution system in the Beaver Bank Area. This phase of the project (Phase 4A) will provide servicing along Tucker Lake Road.

DISCUSSION

Tenders were called on January 30, 2002, and closed on February 20, 2002. The following bids, exclusive of taxes, were received:

| | <u>Bid Price</u> |
|---|------------------|
| 1. Antigonish Construction Limited | \$ 938,856.00 |
| 2. A.C.L. Construction Limited | \$1,033,713.00 |
| 1. Ocean Contractors Limited | \$1,077,064.00 |
| 2. J.R. Eisener Contracting Limited | \$1,091,096.02 |
| 3. W. Eric Whebby Limited | \$1,112,700.00 |
| 4. Dexter Construction Company Limited | \$1,122,354.00 |
| 5. Amber Contracting Limited | \$1,154,730.10 |
| 6. Santec Construction Managers Limited | \$1,378,927.50 |

Recently Procurement has received notice from the low bidder, Antigonish Construction Limited, that they are unable to enter into a contract with HRM for this project (see attached letter dated May 30, 2002.) Staff has been in contact with the second lowest bidder, A.C.L. Construction Limited, and has received documentation that allows HRM to award this tender to them before June 30, 2002.

The scope of work for this project generally consists of the construction of a sanitary sewer and water distribution system including services to the property lines, sanitary sewer pumping station, forcemain and replacement of storm culverts and environmental protection measures during construction

This is a **UNIT PRICE** contract and the cost will be dependant upon the actual quantities measured and approved by the HRM Project Manager.

Since this project involves the installation of a new sanitary sewer and water lines, Local Improvement Charges will apply. Local Improvement Charges will be recovered as per By-Law Number L-108.

BUDGET IMPLICATIONS

Based on the second lowest tendered price of \$1,033,713., plus net HST for a total of \$1,100,170. funding is available in Account No. CGU00235, Beaver Bank Area Servicing Tucker Lake Road. The budget availability has been approved by Financial Services.

| | | |
|-----------------------|---|--------------------------------------|
| Budget Summary | Account No. CGU00235, Beaver Bank Area Servicing | |
| | Cumulative Unspent Budget | \$5,900,317.00. |
| | Less: Tender No. 02-220 | <u>\$1,100,170.00*</u> |
| | | \$4,800,147.00 |
| | Cost Breakdown | 1/3 Federal |
| | | 1/3 Provincial |
| | | <u>1/3 Local Improvement Charges</u> |
| | | Net cost to HRM \$0. |

* This is Phase 4A of the servicing project, and was estimated at \$1,200,000.

The remaining funds in this account are required to implement the remaining Phases of this project.

FINANCIAL MANAGEMENT POLICIES/BUSINESS PLAN

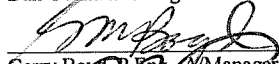
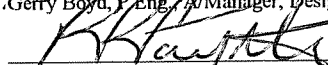
This report complies with the Municipality's Multi-Year Financial Strategy, the approved Operating, Capital and Reserve budgets, policies and procedures regarding withdrawals from the utilization of Capital and Operating reserves, as well as any relevant legislation.

ALTERNATIVES

There are no recommended alternatives.

ATTACHMENT

Letter dated May 30, 2002 from Antigonish Construction Limited

| | |
|--|--|
| Additional copies of this report, and information on its status, can be obtained by contacting the Office of the Municipal Clerk at 490-4210, or Fax 490-4208. | |
| Report Prepared by: | Dan Yeomans Design & Construction Services at 490-6822 |
| Report Approved: |  Gerry Boyd, P. Eng., A/Manager, Design & Construction Services at 490-6820 |
| Report Approved by: |  Rick Paynter, P. Eng., A/Director, Public Works and Transportation Services at 490-4855 |

ANTIGONISH CONSTRUCTION LIMITED
ANTIGONISH, NOVA SCOTIA
B2G 2L6

May 30/02

Halifax Regional Municipality

To: Debbie Andrews

This letter confirms that Antigonish Construction Limited is unable to proceed with tender 02-220 - Beaverbank Servicing Phase 4, Tucker Lake Road.

Sincerely

Ronald Chrisbolm
Ronald Chrisbolm