

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

Item No. 14.1.3

Halifax Regional Council

June 14, 2016

TO: Mayor Savage and Members of Halifax Regional Council

Original Signed by

SUBMITTED BY:

John Traves, Q.C. Acting Chief Administrative Officer

Original Signed by

Jane Fraser, Acting Deputy Chief Administrative Officer

**DATE:** May 14, 2016

SUBJECT: Award – Unit Tender Price No. 16-244, Proposed Paving Renewal & New

Concrete Curb & Gutter, Merrimac Drive - East Region

#### **ORIGIN**

The Approved 2016/17 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.

## **RECOMMENDATION**

It is recommended that Halifax Regional Council award Tender No. 16-244, Proposed Paving Renewal & New Concrete Curb & Gutter, Merrimac Drive – East Region, to the lowest bidder meeting specifications, Dexter Construction Company Limited for a Total Tender Price of \$560,225 (net HST included) with funding from Project Account No. 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 paving renewal on Merrimac Drive from Forest Hills Parkway to Arklow Drive, and also includes funds for paving renewal of a walkway from Clermont Crescent to Chameau Crescent.

## **DISCUSSION**

Tender No. 16-244 was publicly advertised on the Province of Nova Scotia's Procurement website on April 27, 2016 and closed on May 11, 2016. Bids were received from following companies:

Name of Company	Bid Price (net HST included)
Dexter Construction Company Limited	\$560,225*
Basin Contracting Limited	\$591,231
Atlantic Road Construction & Paving Ltd.	\$592,574
Ocean Contractors Limited	\$610,335
Cumberland Paving & Contracting Limited	\$670,455

#### \*recommended bidder

The scope of work for this tender generally consists of the replacement of existing asphalt curb with new concrete curb and gutter, removal of the existing asphalt, installation of new asphalt and associated reinstatement, replacement and installation of some new catchbasins.

It is anticipated that work will commence within three (3) weeks of the tender award and take ten (10) 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 \$537,200 plus net HST of \$23,025, for a net total of \$560,225, funding is available in the Approved 2016/17 Project Budget from Project Account No(s). CR000005 – Street Recapitalization and CRU01079 – Other Road Related Works. The budget availability has been confirmed by Finance.

Budget Summary: Project Account No. CRUUUUUS – Street Recapitalizatio	Budget Summary:	Project Account No. CR000005 – Street Recapitalization
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Cumulative Unspent Budget	\$ 21,254,360	
Less: Tender No. 16-244	\$ <u>528,647 *</u>	
Balance	\$ 20,725,713	

## Project Account No. CRU01079 - Other Road Related Works

Cumulative Unspent Budget	\$ 2,468,566
Less: Tender No. 16-244	\$ <u>31,578*</u>
Balance	\$ 2,436,988

\* This project was estimated in the Approved 2016/17 Project Budget at \$630,000 and \$75,000 respectively.

The balance of funds will be used to implement the remaining 2016/17 Street Recapitalization and Other Road Related Work projects approved by Council.

# **RISK CONSIDERATION**

There are no significant risks associated with the recommendations in this Report. The risks considered rate Low. To reach this conclusion, consideration was given to financial, legal and compliance, and service delivery risks.

## **ENVIRONMENTAL IMPLICATIONS**

Implications not identified.

## **ALTERNATIVES**

Council could choose not to approve the recommendations in this report, but this is not recommended by staff.

	e obtained online at http://www.halifax.ca/council/agendasc/cagenda.php then choose the or by contacting the Office of the Municipal Clerk at 490-4210 or Fax 490-4208.
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