



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

**Item No. 14.1.2**  
**Halifax Regional Council**  
**May 10, 2016**

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

**SUBMITTED BY:** Original Signed by  
John Traves, Q.C. Acting Chief Administrative Officer

Original Signed  
Brad Anguish, Acting Deputy Chief Administrative Officer

**DATE:** March 31, 2016

**SUBJECT:** **Award – Unit Tender Price No. 16-210, Resurfacing and New Sidewalk ,  
Smallwood Avenue and Gander Avenue – East Region**

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**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.

**RECOMMENDATIONS:**

It is recommended that Council:

1. Approve a budget increase of \$57,044 (net HST included) to Project Account No. CR000005 – Street Recapitalization, funded through cost sharing with Halifax Water.
2. Award Tender No. 16-210, Resurfacing and New Sidewalk, Smallwood Avenue and Gander Avenue – East Region, to the lowest bidder meeting specifications, Dexter Construction Company Limited for a Total Tender Price of \$603,504 (net HST included) with funding from Project Account Nos. CR000005 - Street Recapitalization and CTU00420 – New Sidewalks, as outlined in the Financial Implications section of this report.

**BACKGROUND**

The Approved 2016/17 Project Budget includes funds for street resurfacing of Smallwood Avenue from Serpentine Avenue to Gander Avenue and on Gander Avenue from Montague Road to Smallwood Avenue and new concrete sidewalk on the south side of Gander Avenue from Montague Road to Smallwood Avenue.

The budget does not include the sewer and water lateral replacement; this is the reason for the cost sharing as outlined in Attachment A-1.

**DISCUSSION**

Tender # 16-210 was publicly advertised on the Province of Nova Scotia's Procurement website on March 9, 2016 and closed on March 23, 2016. 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	\$603,504*
Ocean Contractors Limited	\$638,309
Cumberland Paving and Contracting Limited	\$663,395
Atlantic Road Construction & Paving Limited	\$670,294
Basin Contracting Limited	\$764,242

**\*recommended bidder**

The scope of work for this tender generally consists of the removal of the existing asphalt, installation of new asphalt and associated reinstatement, new concrete curb and gutter and a new concrete sidewalk on Gander Avenue. This project also includes water and sewer lateral replacement.

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 \$578,700 plus net HST of \$24,804, for a net total of \$603,504, funding is available in the Approved 2016/17 Project Budget from Project Account No(s). CR000005 – Street Recapitalization and CTU00420 – New Sidewalks. To cover the additional costs of sewer and lateral replacement, increasing the approved Gross Project Budget in the amount of \$57,044 (Net HST included) to reflect the funding secured will not change the Net Project Budget. A memo from Halifax Water confirming funding is attached. The budget availability has been confirmed by Finance.

Budget Summary:

**Project Account No. CTU00420 – New Sidewalks**

Cumulative Unspent Budget	<b>\$ 5,589,050</b>
<b>Less: Tender No. 16-210</b>	<b>\$ 112,869 *</b>
Balance	\$ 5,476,181

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

Cumulative Unspent Budget	\$ 29,188,332
<b>Plus: Halifax Water Cost Sharing</b>	<b>\$ 57,044</b>
<b>Less: Tender No. 16-210</b>	<b>\$ 490,635 *</b>
Balance	\$ 28,754,741

\* This project was estimated in the Approved 2016/17 Project Budget at \$85,000 and \$555,000 respectively. As a result of cost sharing from Halifax Water, the net cost to Project Account No. CR000005 is \$433,591.

The balance of funds will be used to implement the remaining 2016/17 Street Recapitalization 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.

**ATTACHMENT**

A-1 Halifax Water Cost Share Memo

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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: 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: \_\_\_\_\_  
Jane Pryor, Manager, Procurement, 902.490-4200

Report Approved by: \_\_\_\_\_  
Bruce Zvaniga, P.Eng., Director, Transportation & Public Works at 490-4855

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**HALIFAX**

PO Box 1749  
 Halifax, Nova Scotia  
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**MEMORANDUM**

**TO:** Greg Rice, P.Eng., Halifax Water

**CC:** David Hubley, P.Eng., Manager, Project Planning & Design  
 Anne Sherwood, P.Eng., Sr. Design Engineer, Project Planning & Design

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

**DATE:** March 30, 2016

**SUBJECT:** Tender No. 16-210, Resurfacing and New Sidewalk, Smallwood Avenue and Gander Avenue – East Region

Tender No. 16-210, Resurfacing and New Sidewalk, Smallwood Avenue and Gander Avenue – East Region, closed March 23, 2016. 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 lateral replacement for this project. They are from the lowest bidder, Dexter Construction Company 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 across the reinstatement width.

Based on the low bidder's tender prices and the above cost sharing, Halifax Water's costs for Tender No. 16-210, Resurfacing and New Sidewalk, Smallwood Avenue and Gander Avenue – East Region can be summarized as follows:

Sewer and water lateral replacement (Smallwood Ave)	=	\$ 36,300.00
Reinstatement Cost Sharing Smallwood Avenue	=	\$ 18,389.38
Net HST (I.e. 4.286%)	=	\$ <u>2,344.42</u>
<b>Project Total</b>	=	<b>\$ <u>57,043.80</u></b>

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Transportation and Public Works, Project Planning & Design

Tel: 902.490.6824 Fax: 902.490.4939  
 Email: fawcett@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 490-8824.

Thank you,

Original Signed

✓  
John Fawcett, P.Eng.

Original Signed

\_\_\_\_\_  
Greg Rice, P.Eng.  
Halifax Water

April 4, 2016

Date