

# The Corporation of the City of Kawartha Lakes

## Council Report

Report Number PUR2017-012

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**Date:** February 21, 2017

**Time:** 2:00 p.m.

**Place:** Council Chambers

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**Ward Community Identifier:** 11

**Subject:** Tender 2016-105-CT – Melbourne Street East Reconstruction,  
Town of Lindsay

**Author:** Debbie Ball, Buyer

**Signature:** 

**Co-Author:** Corby Purdy

Supervisor/Infrastructure, Design, Construction

**Signature:** 

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### Recommendation(s):

**RESOLVED THAT** Report PUR2017-012, **Tender 2016-105-CT, Melbourne Street East Reconstruction, Town of Lindsay**, be received;

**THAT** Accurex Inc. of Peterborough be selected for the award of Tender 2016-105-CT Melbourne Street East Reconstruction, Town of Lindsay for the tender price, of \$2,588,147.74 plus HST;

**THAT** additional total financing of \$30,206 be approved for project 998170303, funding from the Water Infrastructure Reserve in the amount of \$15,103 and from the Sewer Infrastructure Reserve in the amount of \$15,103;

**THAT** subject to receipt of the required documents, the Mayor and Clerk be authorized to execute the agreement to award Tender 2016-105-CT; and

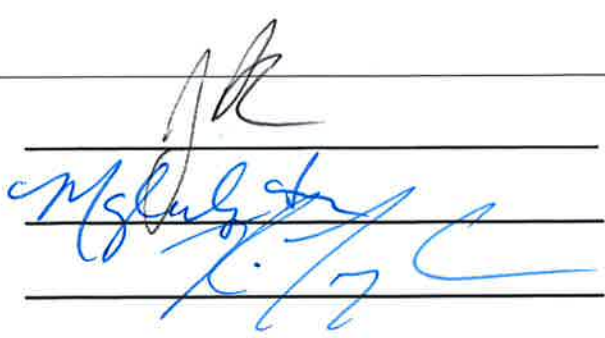
**THAT** Purchasing Division be authorized to issue a purchase order.

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**Department Head:**

**Corporate Services Director / Other:**

**Chief Administrative Officer:**



## **Background:**

The 2017 Capital Budget Program RD1703, identified four sections to be reconstructed in 2017, three sections to be designed in 2017 and one section for design and right of way in 2017.

Melbourne Street East in the Town of Lindsay is one of the reconstruction projects identified.

The 2017 Water/Wastewater Capital Budget Program WW1703, identified that approximately 810m of watermain and 800m of sanitary sewer infrastructure underneath Melbourne Street East would be replaced in conjunction with the road/urbanization project.

The design of Melbourne Street East was budgeted in the 2015 Capital Budget with the completion of design in Q4 2016. During the design process, engineering staff conducted a public meeting with local residents and the Ward Councillor.

The work under this contract will include road reconstruction and full urbanization including storm sewer enhancements, sanitary sewer reconstruction, watermain replacement, sidewalks, curb and gutter and asphalt road surface to remedy the poor conditions of Melbourne Street East from Lindsay Street to Water Street Dead-end.

Prior to commencing the construction work, a notice will be mailed out to all affected residents in the construction area.

Tender 2016-105-CT was prepared and advertised in accordance with the Purchasing Policy.

Tender 2016-105-CT closed on Thursday, January 19, 2017 and was opened in public by Councillor Stephen Strangway and Debbie Ball, Buyer.

## Results of Opening:

<b>Tender Received From</b>	<b>Total Tender Amount (including HST) As Read at the Public Opening</b>	<b>Total Tender Amount (including HST) Corrected After Evaluation</b>
Accurex Inc. Peterborough	\$2,924,606.95	n/a
Hard-Co Construction Ltd. Whitby	\$2,961,126.58	\$2,960,787.58
1356594 Ontario Ltd. o/a Eagleson Construction Millbrook	\$3,034,762.26	n/a
Nick Carchidi Excavating Limited Janetville	\$3,151,082.43	n/a
Bonnechere Excavating Inc. Renfrew	\$3,307,987.05	\$3,307,987.85 Error reading amount
Colautti Construction Ltd. Ottawa	\$3,334,482.26	n/a
Royal Paving Limited Lindsay	\$3,336,277.63	\$3,336,300.23
Skyview General Contracting Ltd. Richmond Hill	\$3,632,381.58	\$3,632,077.10
Robert B. Somerville Co. Limited King City	\$4,019,418.81	\$4,524,199.41

All tenders received were compliant to the tender's requirements.

## Rationale:

Staff recommends the award to the lowest, compliant tender received from Accurex Inc. of Peterborough, Tender 2016-105-CT– Melbourne Street East Reconstruction, Town of Lindsay at the tender price of \$2,588,147.74 plus HST.

## Other Alternatives Considered:

No other alternative is being considered based on the fact that a competitive procurement process was followed and the lowest, compliant tender is being recommended and funds are available.

## Financial Considerations:

Funds for the reconstruction of Melbourne Street East in Lindsay were approved in the 2017 Capital and Water and Wastewater Budget (RD1703, WW1703) and are noted in the table below.

Capital Project	Capital Project Budget	Other Committed Funds*	Capital Project Balance	Tender Amount (incl. HST)	HST Rebate	Contingency	Total Tender Cost	Remaining Budget
983170302 RD1703 – Roads	\$1,585,350	\$94,850	\$1,490,500	\$1,652,907	(\$164,413)	\$146,275	\$1,634,769	(\$144,269)
998170303 WW1703 – WWWW	\$1,215,000	\$40,000	\$1,175,000	\$1,271,700	(\$126,494)	\$60,000	\$1,205,206	(\$30,206)
Total	\$2,800,350	\$134,850	\$2,665,500	\$2,924,607	(\$290,907)	\$206,275	\$2,839,975	(\$174,475)

\* Other committed funds include design, construction administration and inspection services by the consultant and internal staff time / wages.

Road project 983170302 (RD1703) shortfall of \$144,269 will be funded by the overall project RD1703 which currently has a surplus of \$78,944 after award of all three construction projects as noted in the table below.

Water and Wastewater project 998170303 (WW1703) currently has a budget deficit in the amount of \$30,206. Reserve funds can only be used if Council has given approval. Staff recommend an upset limit of \$30,206 from the Water Infrastructure and the Sewer Infrastructure Reserves to fund this deficit. The balance in the Water Infrastructure Reserve of \$524,810.58 and Sewer Infrastructure Reserve of \$159,087.34 after the transfer for the funding of this project. Therefore there are sufficient funds to cover this request.

### Financial Reconciliation of Reconstruction Projects Under RD1703

Capital Project RD1703	Capital Project Budget	Other Committed Funds	Capital Project Balance	Tender Amount (incl. HST)	HST Rebate	Project Contingency	Total Tender Cost	Capital Project Balance
Elgin St Phase 2 (PUR2017-009)	\$1,696,500	\$68,452	\$1,628,048	\$1,547,016	(\$153,880)	\$136,904	\$1,530,040	\$98,008
Main /Duke St (PUR2017-011)	\$2,432,250	\$105,750	\$2,326,500	\$2,225,719	(\$221,390)	\$196,966	\$2,201,295	\$125,205
Melbourne Street (PUR2017-012)	\$1,585,350	\$94,850	\$1,490,500	\$1,652,907	(\$164,413)	\$146,275	\$1,634,769	(\$144,269)
<b>TOTAL</b>	<b>\$ 5,714,100</b>	<b>\$269,052</b>	<b>\$5,445,048</b>	<b>\$5,425,642</b>	<b>(\$539,683)</b>	<b>\$ 480,145</b>	<b>\$5,366,104</b>	<b>\$78,944</b>

Staff will utilize / maximize all funds in program RD1703 to complete additional road sections as prioritized in the council approved roads needs study criteria and 5 year capital plan.

### Financial Reconciliation of Reconstruction Projects Under WW1703

Capital Project WW1703	Capital Project Budget	Other Committed Funds	Capital Project Balance	Tender Amount (incl. HST)	HST Rebate	Project Contingency	Total Tender Cost	Capital Project Balance
Elgin St Phase 2 (PUR2017-009)	\$1,476,000	\$46,000	\$1,430,000	\$1,527,035	(\$151,893)	\$54,000	\$1,429,142	\$858
Sylvan Crescent	\$300,000	To be Tendered in Spring 2017						
Melbourne Street (PUR2017-012)	\$1,215,000	\$40,000	\$1,175,000	\$1,271,700	(\$126,494)	\$60,000	\$1,205,206	(\$30,206)
<b>TOTAL</b>	<b>\$2,991,000</b>	<b>\$96,000</b>	<b>\$2,605,000</b>	<b>\$2,798,735</b>	<b>(\$278,387)</b>	<b>\$114,000</b>	<b>\$2,634,348</b>	<b>(\$29,348)</b>

Water and wastewater capital projects do not close with a surplus, only the amount required is funded based on costs incurred. Therefore these projects will close with a zero balance in the capital close report.

Upon completion of the work, any remaining surplus or deficit will be dealt with through the Capital close report presented to Council by the Treasury Department in accordance with the Capital Close Policy.

### Relationship of Recommendation(s) To The 2016-2019 Strategic Plan:

Tender 2016-105-CT – Melbourne Street East Reconstruction, in the Town of Lindsay aligns with the Corporate Strategic Goals "A Vibrant and Growing Economy", "An Exceptional Quality of Life", and "A Healthy Environment".

This Roads Capital Project directly aligns with these strategic goals by:

- Enabling efficient infrastructure and asset management;
- Update and execute Municipal Master Plans by implementing improvements to the road network
- Strategic Priority of creating connections within the community and externally by expanding and enhancing active transportation systems.

## **Review of Accessibility Implications of Any Development or Policy:**

Not applicable

## **Servicing Comments:**

Not applicable.

## **Consultations:**

Laurie Lawder, Financial Coordinator, Public Works and Community Services

## **Attachments:**

Not applicable.

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<b>Department Head:</b>	Juan Rojas, Director of Engineering & Corporate Assets
<b>Department File:</b>	Tender 2016-105-CT