

The Corporation of the City of Kawartha Lakes

Council Report

Report Number PUR2017-026

Date: March 21, 2017

Time: 2:00 p.m.

Place: Council Chambers

Ward Community Identifier: Numerous Wards

Subject: **Tenders for the Resurfacing Program**

- **Tender 2017-08-CT – Rural Resurfacing – Supply and Place Granular Material**
- **Tender 2017-09-CT – Prep-Work**
- **Tender 2017-10-CT – Rural Resurfacing Program**

Author/Title: Debbie Ball, Buyer

Signature:



Co-Author/Title: Mike Farquhar,
Supervisor Technical Services

Signature:



Recommendation(s):

RESOLVED THAT Council Report PUR2017-026 for three tenders for the Resurfacing Program, being:

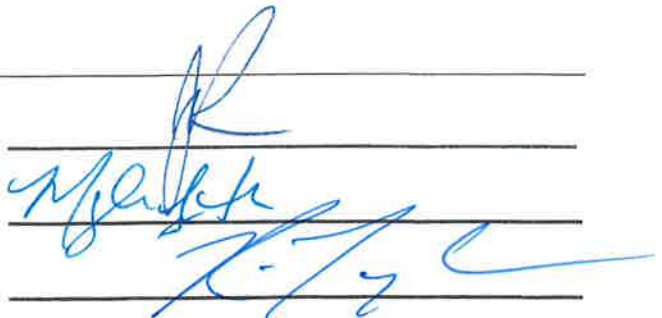
- Tender 2017-08-CT – Supply and Place Granular Material
- Tender 2017-09-CT – Prep-work for Various Roads; and
- Tender 2017-10-CT – Rural Resurfacing Program

be received,

Department Head:

Corporate Services Director / Other:

Chief Administrative Officer:



THAT Robert E. Young Construction Ltd. of Selwyn, be selected for the award of Tender 2017-08-CT for the Rural Resurfacing – to Supply and Place Granular Material for Various Roads for the tender price of \$438,537.10 plus HST;

THAT Royel Paving Limited of Lindsay, be selected for the award of Tender 2017-09-CT for the Rural Resurfacing - Prep Work for the tender price of \$290,082.25 plus HST;

THAT Royel Paving Limited of Lindsay, be selected for the award of Tender 2017-10-CT Rural Resurfacing Program for the tender price of \$1,534,099.80 plus HST;

THAT Council authorize the transfer of \$230,250 back to the Capital projects reserve from program 983170400 (RD1704) Urban and Arterial Resurfacing;

THAT Council authorizes the increase of \$230,250 to the Capital budget program 983170500 (RD1705) from the Capital Projects Reserve;

THAT Council authorizes the award of the provisional items for Skyline Road and Meadowview Road under Tender 2017-08-CT to Robert E. Young Construction Ltd. in the amount of \$97,742.60 plus HST;

THAT Council authorizes the award of the provisional items for Skyline Road and Meadowview Road under Tender 2017-10-CT to Royel Paving Limited of Lindsay in the amount of \$305,611.20 plus HST;

THAT subject to receipt of the required documents, the Mayor and Clerk be authorized to execute the agreements to award these tenders; and

THAT Purchasing Division be authorized to issue Purchase Orders as applicable.

Background:

The overall Rural Resurfacing Program for Capital Project 983170500 (RD1705) was divided into three separate tenders as listed below in order to receive the best market price for each aspect of the program.

- Tender 2017-08-CT – Supply and Place Granular Material
- Tender 2017-09-CT – Rural Resurfacing Prep-work
- Tender 2017-10-CT – Rural Resurfacing Program

Tenders 2017-08-CT, 2017-09-CT and 2017-10-CT were prepared and advertised in accordance with the Purchasing Policy.

All three tenders closed on Thursday, March 2, 2017 and were opened in public by Mayor Andy Letham and Debbie Ball, Buyer.

Tender 2017-08-CT - Supply and Place Granular Material

The following roads were approved for rural resurfacing for the supply and placement of granular material through the 2017 Capital Budget Program 983170500 (RD1705) as follows.

Road Name	From	To
Manvers / Scugog Boundary Road	Gray Road	Devitts Road
Gray Road	Yelverton Road	Manvers / Scugog Boundary Road
Elm Tree Road	North Street (Cambray)	Islay Rd
Fieldside Road	Cheese Factory Road	CKL 17
Post Road	Slanted Road	Tracey's Hill Road
Valley Road	CKL 10	CKL 26
Hartley Road	Eldon Station Road	CKL 3
Evans Drive	Northline Road	End
Edgewood Drive	Hickory Beach Road	Cedarhurst Avenue
Oakwood Drive	Hickory Beach Road	End
Parkhill Drive	Hickory Beach Road	End
Beechnut Street	Thomas Drive	End
Elm Street (off Thomas)	North End	South End
Thomas Drive	Jarvis Street	Elm Street

Results at Opening for Tender 2017-08-CT

Tender Received From	Tendered Amount
Robert E. Young Construction Ltd. Selwyn	\$438,537.10
Drain Bros. Excavating Limited Lakefield	\$469,184.60
Vertical Horizons Contracting Inc. Richmond Hill	\$838,742.50

Tender packages were evaluated for mathematical accuracy and conformity to the tender requirements. The lowest tender received from Robert E. Young Construction Ltd. of Selwyn was compliant to the requirements of the tender.

Tender 2017-09-CT - Rural Resurfacing Prep-work

The following roads were approved for rural resurfacing prep-work through the 2017 Capital Budget Program 98170500 (RD1705) as follows.

Road Name	From	To
Elm Tree Road	North St (Cambray)	Islay Road
Fieldside Road	Cheese Factory Road	CKL 17
Post Road	Slanted Road	Tracey's Hill Road
Valley Road	CKL 10	CKL 26
Hartley Road	Eldon Station Road	CKL 3
Rohallion Road	Crawford Road	Bolsover Road

Results at Opening for Tender 2017-09-CT:

Tender Received From	Tendered Amount
Royal Paving Limited Lindsay	\$290,082.25
Four Brothers Construction Corporation Woodville	\$314,000.00
Drain Brothers Excavating Ltd. Lakefield	\$380,605.00

Tender packages were evaluated for mathematical accuracy and conformity to the tender requirements. The lowest tender received from Royal Paving Limited of Lindsay was compliant to the requirements of the tender.

Tender 2017-10-CT – Rural Resurfacing Program

The following roads were approved for rural resurfacing through the 2017 Capital Budget Program 983170500 (RD1705) as follows.

Road Name	From	To
Manvers / Scugog Boundary Road	Gray Road	Devitts Road
Gray Road	Yelverton Road	Manvers / Scugog Boundary Road
Elm Tree Road	North Street (Cambray)	Islay Rd
Fieldside Road	Cheese Factory Road	CKL 17
Post Road	Slanted Road	Tracey's Hill Road
Valley Road	CKL 10	CKL 26
Hartley Road	Eldon Station Road	CKL 3
Evans Drive	Northline Road	End
Edgewood Drive	Hickory Beach Road	Cedarhurst Avenue
Oakwood Drive	Hickory Beach Road	End
Parkhill Drive	Hickory Beach Road	End
Beechnut Street	Thomas Drive	End
Elm Street (off Thomas)	North End	South End
Thomas Drive	Jarvis Street	Elm Street
Jarvis Street	Thomas Drive	End

Results at Opening for Tender 2017-10-CT

Tender Received From	Tendered Amount
Royel Paving Limited Lindsay	\$1,534,099.80
Norway Asphalt Limited Lakefield	\$2,040,818.25

Tender packages were evaluated for mathematical accuracy and conformity to the tender requirements.

An irregular result occurred as fewer than three tenders were received, however, the lowest tender received from Royel Paving Limited is compliant to the requirements of the tender.

Rationale:

Staff recommends the award to the lowest, compliant tenders received for the Rural Resurfacing Program as follows:

Robert E. Young Construction Ltd. of Selwyn, be selected for the award of Tender 2017-08-CT for the Rural Resurfacing – to Supply and Place Granular Material for Various Roads for the tender price of \$438,537.10 plus HST;

Royel Paving Limited of Lindsay, be selected for the award of Tender 2017-09-CT for the Rural Resurfacing - Prep Work for the tender price of \$290,082.25 plus HST; and

Royel Paving Limited of Lindsay, be selected for the award of Tender 2017-10-CT Rural Resurfacing Program for the tender price of \$1,534,099.80 plus HST.

Other Alternatives Considered:

No other alternative is being considered for any of the tenders based on the fact that an open procurement process was followed and the lowest tender is being recommended for each of the three tenders.

Financial Considerations:

Accounting of Approved 2017 Capital Program 983170500 (RD1705) – Rural Resurfacing Program

Tender No. 2017-08-CT - Rural Resurfacing – Supply and Place Granular Material

Tender No. 2017-09-CT – Prep Work

Tender No. 2017-10-CT – Rural Resurfacing Program

Capital Project Number	Capital Project Budget	Contract Admin & Inspection & Other Committed Funds	Capital Project Balance	Tender Amount (incl. HST)	HST Rebate	Project Contingency	Capital Project Balance
983170500 RD1705	\$2,729,668	\$99,137	\$2,630,531				\$2,630,531
2017-08-CT				\$495,547	(\$49,291)	\$ 22,000	(\$468,256)
2017-09-CT				\$327,793	(\$32,605)	\$ 50,000	(\$345,188)
2017-10-CT				\$1,733,533	(\$172,432)	\$ 50,000	(\$1,611,101)
TOTAL	\$2,729,668	\$99,137	\$2,630,531	\$2,556,873	(\$254,328)	\$122,000	\$205,986

Other committed funds include costs for internal staff time / wages and for contract administration and inspection.

Staff will exhaust all funds in this program to complete as many sections of road that the funding will permit. The priority of the road sections will be in accordance with the Council approved roads needs study criteria and 5 year roads capital plan within the area of the tendered contract.

Upon completion of the tender, 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.

At the November 15, 2016 Council meeting considering the Capital Budget a motion was brought forward to include Skyline Road and Meadowview Road within the Rural Resurfacing Program 983170500 (RD1705). That motion failed. At the time of tendering, staff included these two sections as provisional items (additional roads) in Tenders 2017-08-CT and 2017-10-CT for pricing only, to see exact costs.

The values received in the provisional pricing for resurfacing both Skyline Road and Meadowview Road are as follows:

Meadowview Rd from a point 1.6 km west of Orange Corners Road to 1.9 km east of Orange Corners Road, for a total of 3.5 km

Tender No.	Tender Amount (incl. HST)	HST Rebate	Contingency	Amount Required
2017-08-CT	\$ 66,697	(\$ 6,634)	\$2,951	\$ 63,014
2017-09-CT	-	-	-	-
2017-10-CT	\$211,513	(\$21,039)	\$9,359	\$199,833
TOTAL				\$262,847

Skyline Rd from Taylors Road CKL 6, for a total of 2.375 km

Tender No.	Tender Amount (incl. HST)	HST Rebate	Contingency	Amount Required
2017-08-CT	\$ 49,695	(\$ 4,943)	\$2,199	\$ 46,951
2017-09-CT	-	-	-	-
2017-10-CT	\$133,827	(\$13,312)	\$5,923	\$126,438
TOTAL				\$173,389

Thus a total amount of **\$436,236** is required in order to include Meadowview Road and Skyline Road to the 2017 Capital Program.

It is staff's recommendation to include these two provisional items in the tender award. Funding of these projects would be as follows:

\$ 205,986 from the surplus balance in 983170500 (RD1705) – Rural Resurfacing
\$ 230,250 from the surplus balance in 983170400 (RD1704) – Urban/Arterial Resurfacing **
\$ 436,236

**Staff proposes the amount of \$230,250 be funded from 983170400 (RD1704) Urban/Arterial Resurfacing Program which closed its tendering through Report PUR2017-015 (council meeting of Feb 21, 2017) and has a current surplus in the program of \$468,628.

After the funds are transferred, there would remain \$238,378 in 983170400 (RD1704).

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

Tenders 2017-08-CT, 2017-09-CT and 2017-10-CT for the Rural Resurfacing Program aligns with the Corporate Strategic Goals "A Vibrant and Growing Economy", "An Exceptional Quality of Life", and "A Healthy Environment".

These Roads Capital Projects directly align with the strategic goals by:

- Enabling efficient infrastructure and asset management;
- Update and execute Municipal Master Plans by implementing improvements to the road network
- And by expanding and enhancing active transportation systems.

Review of Accessibility Implications of Any Development or Policy:

Not applicable.

Servicing Comments:

Not applicable.

Consultations:

Brad Shuttleworth, Engineering Technician
Laurie Lawder, Financial Coordinator, Public Works and Community Services

Attachments:

Not applicable.

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Department Head: Juan Rojas, Director of Engineering & Corporate Assets

Department Files: Tenders: 2017-08-CT, 2017-09-CT and 2017-10-CT