



Report to: General Committee

Report Date: March 25, 2013

SUBJECT: Award of Tender 045-T-13 Road Rehabilitation Program –
Restoration of Concrete Curb and Sidewalk

PREPARED BY: Mike Brady, Supervisor, Contract Administration, Ext. 2316
Patti Malone, Senior Buyer, Ext. 2239

RECOMMENDATION:

- 1) THAT the report entitled “Award of Tender 045-T-13 Road Rehabilitation Program – Restoration of Concrete Curb and Sidewalk” be received;
- 2) AND THAT the contract for tender 045-T-13 Road Rehabilitation Program – Restoration of Concrete Curb and Sidewalk be awarded to the lowest priced bidder, De Ferrari Construction Ltd. for a three year term with prices fixed in the estimated annual amount of \$1,870,603.00 inclusive of HST;
- 3) AND THAT the Director of Operations and Senior Manager of Purchasing be authorized to exercise the option to renew Contract 045-T-13 for an additional 2 years (2016-2017) at the 2013 itemized prices subject Consumer Price Index (CPI) adjustment, performance and budget approval;
- 4) AND THAT the Director of Operations be authorized to reallocate funds from this blanket order within the overall Asphalt Resurfacing Program up to a maximum of 20% of the estimated blanket amount for the duration of the contract; to a combined annual total not to exceed the annual Asphalt Resurfacing Program budget;.
- 5) AND THAT the award be funded from the Operations Department Capital Projects as identified within the financial considerations section;
- 6) AND THAT Staff be authorized to amend the award amounts in years 2014-2015 to reflect changes to the Capital budget accounts approved by Council during the annual budget process;
- 7) AND THAT Staff be authorized and directed to do all things necessary to give effect to this resolution.

PURPOSE:

The purpose of this report is to obtain Council approval to award the road rehabilitation program for the restoration of concrete curbs and sidewalks.

BACKGROUND:

This contract is to secure a contractor to carry out restoration of concrete curb and sidewalk work throughout the City. This restoration work is typically carried out in advance of asphalt resurfacing on City roadways and forms part of the annual road rehabilitation program.

Bid Information:

Advertised	ETN
Bids closed on	March 20, 2013
Number picking up bid documents	20
Number responding to bid	9

Detailed Pricing Information:

	Company	Price
1.	De Ferrari Construction Ltd.	\$1,870,603.20
2.	VBN Paving Limited	\$1,969,564.80
3.	Four Seasons Site Development Ltd.	\$2,100,529.92
4.	Trisan Construction	\$2,109,281.28
5.	Miwel Construction Limited	\$2,403,012.28
6.	Rafat General Contractor Inc.	\$2,440,459.20
7.	Serve Construction Ltd.	\$2,469,103.08
8.	Peltar Paving & General Contracting Company Limited	\$2,491,084.80
9.	Bennington Construction Ltd.	\$3,230,035.39

Note: Prices are inclusive of HST impact and have been verified for accuracy and compliance with the tender terms and conditions. As compared to the previous contract for common items (2010 - 2012), this contract represents an approximate 6% increase. The change in price is attributed to the increase in labour cost over the term of the previous agreement. (2010 -2012) as a few of the components in this award are very labour intensive and as such the price for these components have been impacted.

FINANCIAL CONSIDERATIONS AND TEMPLATE:

The Road Rehabilitation Program – Restoration of Concrete Curb and Sidewalk contract will be awarded to De Ferrari in the estimated annual amount of \$1,807,603. The award will be funded from the Operations department capital projects as listed below:

Account	Account #	Budget Amount	Expenses to-date	Budget Available	Cost of Award	Budget Remaining
2013 Asphalt Resurfacing	050-6150-13454-005	\$3,108,231	0	\$3,108,231	\$47,567	\$3,060,664
2012 Asphalt Resurfacing – Curb & Sidewalk	050-6150-12380-005	\$1,198,733	\$1,180,180	\$18,553	\$18,553	0
2013 Asphalt Resurfacing – Curb & Sidewalk	050-6150-13832-005	\$1,772,983	0	\$1,772,983	\$1,772,983	0
Civic Centre Parking Lot	050-6150-11295-005	\$254,000	\$132,490	\$121,510	\$14,500	\$107,010
2013 Parking Lots	050-6150-13456-005	\$213,800	0	\$213,800	\$17,000	\$196,800
Total		\$6,547,747	\$1,312,670	\$5,235,077	\$1,870,603	\$3,364,474

Balance remaining will be used for other asphalt rehabilitation contracts as budgeted for within the accounts.

The contractual pricing for years 1 to 3 of the contract are fixed, whereas years 4 and 5 are subject to the CPI(Consumer Price Index) increase. The adjustment will be based on the percentage change in the posted All-items CPI for Canada for the previous twelve (12) month period.

Budgets provided in the annual Asphalt Resurfacing program are used in separate contracts for road rehabilitation, interlocking repairs and sidewalk/curb repairs. The Operations Roads department will administer these contracts and monitor work in order to limit spending to the approved budgeted amount. As part of the annual Asphalt Resurfacing program, contract amounts may need to be amended based on the repair/rehabilitation work required for the year. As such, it is requested that the Director of Operations be authorized to reallocate funds from this blanket order within the overall Asphalt Resurfacing Program up to a maximum of 20% of the estimated blanket amount for the duration of the contract; to a combined annual total not to exceed the annual Asphalt Resurfacing Program budget. Note the Asphalt Resurfacing Program budget for 2013 was approved at \$5,813,600 inclusive of HST.

HUMAN RESOURCES CONSIDERATIONS:

Not applicable.

ALIGNMENT WITH STRATEGIC CONSIDERATIONS:


Not applicable

BUSINESS UNITS CONSULTED AND AFFECTED:

The Finance Department has been consulted, provided input and reviewed this report.

RECOMMENDED BY:

4/2/2013

X 

Paul Ingham
Director, Operations

4/2/2013

X 

Brenda Librecz
Commissioner, Community and Fire Services

