



# Committee Report

<b>To:</b>	Warden Hicks and Members of Grey County Council
<b>Committee Date:</b>	April 28, 2022
<b>Subject / Report No:</b>	TR-CW-13-22
<b>Title:</b>	Tender Award Grey Road 27 (Durham)
<b>Prepared by:</b>	Matt Marck, Engineering Manager Sharon Melville, Buyer
<b>Reviewed by:</b>	Pat Hoy, Director of Transportation Services
<b>Lower Tier(s) Affected:</b>	Municipality of West Grey
<b>Status:</b>	

## Recommendation

1. That Report TR-CW-13-22 containing the tender results for Municipality of West Grey Contract No. 22-10119-00 be received; and
2. That SMRS Construction be awarded the Grey County portion of the tender for a total amount of \$1,017,490.99 (excluding HST).

## Executive Summary

The Municipality of West Grey tendered the project on March 9, 2022 and closed on March 30, 2022. The Municipality of West Grey will be formally awarding the project at its April 19, 2022 Council meeting.

## Background and Discussion

The Municipality of West Grey and Grey County have worked together to complete a design to reconstruct Grey Road 27 (Durham Road West) in Durham.

Grey County owns the road right-of-way and has jurisdiction over the road. The road is in poor condition and requires reconstruction. The Municipality of West Grey has municipal infrastructure such as watermains, sanitary sewers and sidewalks within the corridor that require replacement and updating.

The project includes the replacement of the sanitary sewers, watermains and storm sewers, as well as the reconstruction of the roadbed.

Grey County will be responsible for the road work as identified in the Grey County Policy for Maintenance and Construction in Urban Areas.

The majority of the cost for this project will be funded by the Municipality of West Grey. As a result, they have taken the lead role in the administration of the Consultant Engineering Assignment.

The following two submissions were received.

#	Name of Bidder	Bid Amount (Excluding Taxes)
1.	SMRS Construction	\$2,301,687.30
2.	Seeley and Arnill Construction	\$2,593,136.13

## Legal and Legislated Requirements

None

# Financial and Resource Implications

## Project Funding

Item	Excluding HST	Net HST
Approved Project Budget (Grey County Portion)	\$892,696.00	\$908,407.45
Awarded Tender Amount (Grey County Portion)	\$1,017,490.99*	\$1,035,398.83*
Construction Contingency	\$25,000.00	\$25,440.00
Design and contract administration costs (Estimated Grey County Portion)	\$115,200.00	\$117,227.52
Total Tender Projected Costs (Grey County Portion)	\$1,157,690.99	\$1,178,066.35
Project Deficit (Grey County Portion)	\$264,994.99	\$269,658.91
Additional eligible Development Charges to be applied to the project due to increased project costs	\$201,396.19	\$204,940.80
Project Deficit to be funded from surplus or reserve	\$63,598.80	\$64,718.14

Notes: \*\$68,225.85 (\$69,426.62 (net HST)) of award amount to be carried forward to 2023 to pave surface course. This amount will be re-budgeted for the 2023 budget including the applicable eligible Development Charges funding.

The project deficit can be attributed to:

- Increase in overall construction costs for 2022
- Outsourced design and contract administration costs

Staff recommends that the shortfall for this project be funded from any surplus realized from within the 2022 Capital Construction Budget, or if a surplus is not available, from the Transportation General Reserve.

## Relevant Consultation

Internal

External

Municipality of West Grey Staff

# Appendices and Attachments

## Project Limits Map



Document Path: E:\roads\GR27 Site Location Map.mxd

 Construction Zone

**SITE LOCATION MAP  
GREY ROAD 27  
DURHAM**

