

Report TR-TAPS-33-14

To: Chair Barfoot and Members of the Transportation and Public Safety Committee
From: Pat Hoy, Engineering Manager and Sharon Melville, Buyer
Meeting Date: April 17, 2014
Subject: RFT-TS-12-14 Grey Road 1 Pulverizing and Hot Mix Paving Award
Status: **Recommendation adopted by Committee as presented per Resolution TAPS53-14; Endorsed by County Council May 6, 2014 per Resolution CC60-14;**

Recommendation(s)

WHEREAS the 2014 budget included two Grey Road 1 hot mix paving projects with a total value of \$2,742,205, which consists of paving, drainage, design, tendering, construction, inspection, and quality assurance;

AND WHEREAS RFT-TS-12-14 for Grey Road 1 Pulverizing and Hot Mix Paving was issued on Wednesday, March 5, 2014 and closed on Thursday, March 20, 2014;

NOW THEREFORE BE IT RESOLVED THAT Report TR-TAPS-33-14 being a report containing the tender results for RFT-TS-12-14, be received;

AND THAT RFT-TS-12-14 be awarded to Harold Sutherland Construction for a bid price of \$1,786,447.53, excluding HST;

AND THAT a 10% contingency and 5% contract administration and quality assurance, be added to the total project expenditure for a revised project cost to the County of Grey of \$2,090,572.34 net HST.

Background

The Tender for the Pulverizing and Hot Mix Paving of Grey Road 1 was posted on the County of Grey Website from Wednesday March 5, 2014 to Thursday March 20, 2014 (closing date).

The tender included two schedules (awarded as a whole). The bid summary is listed below:

RFT-TS-12-14 – Grey Road 1 Pulverizing and Hot Mix Paving (17.80 km + 1.30 km).

Name of Bidder	Total Bid Amount (excluding taxes)
Harold Sutherland Construction	\$1,786,447.53
E.C. King Construction	\$2,200,242.30

It is recommended Harold Sutherland Construction be awarded RFT-TS-12-14 in the amount of \$1,786,447.53.

Financial / Staffing / Legal / Information Technology Considerations

RFT-TS-12-14 is recommended to be awarded to Harold Sutherland Construction in the amount of \$1,817,889 net HST. It is anticipated that the engineering costs will be approximately 5% of the tender value or \$90,894 and the contingency costs will be approximately 10% of the tender value or \$181,789. The total cost for the project will be approximately \$2,090,572.36, which is \$651,633 under the budget of \$2,742,205. The discrepancy relating to budgeting is due to the fact that the budget was completed before the project reached the final design stage. Also, the price to replace a large culvert on this tender was not as expensive as anticipated, which contributed to the projected surplus.

Link to Strategic Goals / Priorities

The values statement of the approved Corporate Strategic Plan includes fiscal responsibility. Consistent application of the purchasing policy requirements focuses on the commitment to ensure effective and efficient processes, which offer prudent use of public funds.

Respectfully submitted by,

Patrick Hoy
Engineering Manager

Director Sign Off: *Michael Kelly, Director of Transportation Services*