

To:	Warden Halliday and Members of Grey County Council
Committee Date:	April 26, 2018
Subject / Report No:	TR-CW-26-18
Title:	Award of RFT-TS-02-18 Grey Road 1 Mill and Pave
Prepared by:	Matt Marck, Engineering Manager Sharon Melville, Buyer
Reviewed by:	Pat Hoy, Director of Transportation Services
Lower Tier(s) Affected:	City of Owen Sound
Status:	Recommendation adopted as presented by Committee of the Whole per Resolution CW113-18; Endorsed by County Council on May 10, 2018.

Recommendation

1. That Report TR-CW-26-18 regarding tender award recommendations for RFT-TS-02-18 be received and that the tender be awarded to E.C. King Contracting for \$146,007.94 excluding taxes; and
2. That a 10% construction contingency be added to the tender price resulting in a revised estimated project cost of \$163,435.45 net HST; and
3. That the project deficit of \$38,435.45 will be funded from any surplus realized from within the 2018 capital construction budget or, if a surplus is not available, from the Federal Gas Tax Reserve.

Executive Summary

The tender for the milling and paving of Grey Road 1 was posted on the Grey County website from March 20, 2018 until April 10, 2018.

It is recommended to award RFT-TS-02-18 to E.C. King Contracting for the bid amount of \$146,007.94, excluding taxes.

Background and Discussion

The parameters for the tender are as follows:

- Mill and pave the existing 8.0 metre urban cross between 10th Street East and 14th Street East (Grey Road 1), Owen Sound
- Catchbasin replacements and repairs

The following is a list of the bids received.

#	Name of Bidder	Bid Amount (Excluding Taxes)
1.	E.C. King Contracting	\$146,007.94
2.	Harold Sutherland Construction Ltd.	\$147,063.00

Legal and Legislated Requirements

None

Financial and Resource Implications

The funding chart below identifies the total tender costs.

Project Funding

Item	Excluding HST	Net HST
Approved Project Budget (Grey Road 1)		\$125,000.00
Awarded Tender Amount	\$146,007.94	\$148,577.68
Construction Contingency (10%)		\$14,857.77
Total Tender Projected Costs		\$163,435.45
Project Deficit		\$38,435.45

A 10% construction contingency was deemed reasonable and is slated to compensate for any unforeseen storm sewer issues, quantity overruns and possible fluctuations in the Asphalt Cement Price Index.

The project deficit can be attributed to:

- Increase in asphalt costs for 2018
- Unforeseen catchbasin repairs/replacements

Staff recommends that the shortfall for this project be funded from any surplus realized from within the 2018 Capital construction budget, or if a surplus is not available, from the Federal Gas Tax Reserve.

Relevant Consultation

Internal

Committee of the Whole for Grey County by way of this Report

External

City of Owen Sound Engineering

Appendices and Attachments

Project Limits Map

Project Limits Map

