

Report TR-TAPS-22-14

To: Chair Barfoot and Members of the Transportation and Public Safety Committee
From: Pat Hoy, Engineering Manager and Sharon Melville, Buyer
Meeting Date: March 20, 2014
Subject: Award of RFT-TS-05-14 Grey Roads 3 and 9 Hot Mix Paving
Status: Recommendation adopted by Committee as presented per Resolution TAPS41-14; Endorsed by County Council April 1, 2014 per Resolution CC52-14;

Recommendation(s)

WHEREAS the 2014 budget for the Grey Road 3 Hot Mix Paving project was \$876,120, which consists of design, tendering, construction, inspection and quality assurance;

AND WHEREAS the 2014 budget for the Grey Road 9 Hot Mix Paving project was \$518,952, which consists of design, tendering, construction, inspection and quality assurance;

AND WHEREAS RFT-TS-05-14 for Grey Roads 3 and 9 Hot Mix Paving was issued on Friday, January 24, 2014 and closed on Thursday, February 13, 2014;

NOW THEREFORE BE IT RESOLVED THAT TR-TAPS-22-14, being a report containing the tender results for RFT-TS-05-14, be received;

AND THAT Schedule A of RFT-TS-05-14 for Grey Road 3 be awarded to E.C. King Contracting, for a total cost of \$695,765.10 excluding HST;

AND THAT Schedule B of RFT-TS-05-14 for Grey Road 9 be awarded to The Murray Group Limited, for a total cost of \$474,615.44, excluding HST;

AND THAT 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 \$814,200 for Schedule A and \$555,500 for Schedule B HST included;

AND FURTHER THAT the Schedule B shortfall (\$36,500) shall be funded from the Schedule A surplus (\$61,900) funds.

Background

The Tender for the Pulverizing and Hot Mix Paving of Grey Road 3 and Grey Road 9 was posted to the County website from Friday January 24, 2014 until Thursday February 13, 2014 (closing date).

The tender included two (2) schedules. The bid summary is listed below:

RFT-TS-05-14 - Schedule A – Grey Road 3 Hot Mix Paving (9.50 kms)

Name of Bidder	Total Bid Amount (excluding taxes)
E.C. King Contracting	\$695,765.10
Cox Construction Limited	\$774,477.13
Harold Sutherland Construction Ltd	\$799,383.93
Steed and Evans Limited	\$843,000.00
Aecon Construction and Materials Ltd.	\$884,494.20

It is recommended that Schedule A be awarded to E.C King Limited in the amount of \$695,765.10.

RFT-TS-05-14 - Schedule B – Grey Road 9 Hot Mix Paving (6.33 kms)

Name of Bidder	Total Bid Amount (excluding taxes)
The Murray Group Limited	\$474,615.44
Aecon Construction and Materials Ltd	\$489,799.90
Cox Construction Limited	\$512,301.68
Steed and Evans Limited	\$525,500.00
Harold Sutherland Construction Ltd	\$569,239.33

It is recommended that Schedule B be awarded to The Murray Group Limited in the amount of \$474,615.44.

Financial / Staffing / Legal / Information Technology Considerations

Schedule A – Grey Road 3 will be awarded to E.C. King Contracting for the total amount of \$708,010.56 net HST. It is anticipated that the additional engineering costs will be approximately five percent (5%) of the tender value or \$35,400 and the contingency costs will be approximately ten percent (10%) of the tender value or \$70,800. As a result, the total projected cost for this project is expected to be approximately \$814,200. Therefore this project is anticipated to be approximately \$61,900 under the budget of \$876,120.

Schedule B – Grey Road 9 will be awarded to The Murray Group Limited for the total amount of \$482,968.67 net HST. It is anticipated that the additional engineering costs will be approximately five percent (5%) of the tender value or \$24,200 and the contingency costs will be approximately ten percent (10%) of the tender value or \$48,300. As a result, the total projected cost for this project is expected to be approximately \$555,500. Therefore this project is anticipated to be approximately \$36,500 over the budget of \$518,952.

The \$36,500 over expenditure for the Grey Road 9 work can be accommodated by the \$61,900 under expenditure for the Grey Road 3 project. This will result in a surplus of \$24,400.

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,

Patrick Hoy
Engineering Manager

Sharon Melville
Buyer

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