

## Report to Civic Works Committee

**To:** Chair and Members  
Civic Works Committee

**From:** Kelly Scherr, P.Eng., MBA, FEC  
Deputy City Manager, Environment & Infrastructure

**Subject:** Contract Price Increase: Dundas Street TVP Active  
Transportation Connection

**Date:** June 11, 2024

## Recommendation

That, on the recommendation of the Deputy City Manager, Environment and Infrastructure, the following actions **BE TAKEN** with respect to the Dundas Street TVP Active Transportation Connection project:

- a) Dundas TVP Active Transportation Connection (Tender RFT21-04) construction contract value with L-82 Construction Ltd. **BE INCREASED** by \$170,000 to \$2,535,763.20 (excluding HST) in accordance with Section 20.3 (e) of the Procurement of Goods and Services Policy;
- b) the financing for these projects **BE APPROVED** as set out in the Sources of Financing Report attached hereto as Appendix 'A.'
- c) the Civic Administration **BE AUTHORIZED** to undertake all the administrative acts that are necessary in connection with these projects; and,
- d) the Mayor and City Clerk **BE AUTHORIZED** to execute any contract or other documents, if required, to give effect to these recommendations.

## Executive Summary

The contract for the Dundas Street TVP Active Transportation Connection project requires additional funds due to required coordination work with underground utility work and an adjacent construction project.

The City's Procurement of Goods and Services Policy requires Council approval for these contract amendments.

## Linkage to the Corporate Strategic Plan

This recommendation supports the following 2023-2027 Strategic Plan areas of focus:

- Mobility and Transportation - London's active transportation network is better connected and serves persons of all ages and abilities; and
- Climate Action and Sustainable Growth - London's infrastructure is built, maintained, and secured to support future growth and protect the environment

## Analysis

### 1.0 Background Information

#### 1.1 Previous Reports Related to this Matter

None.

## 2.0 Discussion and Considerations

### 2.1 Discussion

In April 2021, the City began construction on the Dundas Street TVP Active Transportation Connection project to install separate bike lanes, pedestrian and cycle crossings and improve landscaping along Dundas Street from Ridout Street to the Kensington Bridge. The project is now complete apart from some minor landscaping work, including pedestrian connectivity to Museum London.

The final work is taking place in June of 2024, rather than 2021, due to advanced underground utility relocation work required for the Downtown Loop and Municipal Infrastructure Improvements Phase 2 that would have conflicted with the work from the Dundas Street TVP Active Transportation Connection project. Following this utility work, the Downtown Loop Phase 2 project work began in 2022 and conflicted with the proposed final work for this project. Now that the Downtown Loop Phase 2 project is complete, the final landscaping component can be completed on the Dundas Street TVP project.

In May of 2024 additional funds were requested pursuant to the City's Procurement of Goods and Services Policy.

Throughout the duration of the project there were numerous unforeseeable encumbrances that required a majority of the original project contingency. It has been determined that an additional \$170,000 it required to complete this project. These additional costs cover the rising costs to complete the work several years later.

### 3.0 Financial Impact/Considerations

An additional \$170,000 for the contract with L-82 Construction Ltd. is required to complete the project contract. This funding is available in the approved budgets per the Source of Financing attached as Appendix 'A'.

## Conclusion

In accordance with Section 20.3 (e) of the Procurement of Goods and Services Policy, it is recommended that the contract value be amended for the Dundas Street TVP Active Transportation Connection project construction contract.

**Prepared by:** Ugo DeCandido, P.Eng., Division Manager, Construction Administration

**Submitted by:** Jennie Dann, P.Eng., Director, Construction and Infrastructure Services

**Recommended by:** Kelly Scherr, P. Eng., MBA, FEC, Deputy City Manager, Environment and Infrastructure

**Attach:** Appendix 'A' – Sources of Financing:  
▪ Dundas Street TVP Active Transportation Connection project (RFT21-04)

**cc:** Garfield Dales, Division Manager, Transportation Planning & Design  
Gary McDonald, Budget Analyst, Finance & Corporate Services

## Appendix "A"

#24109

June 11, 2024

(Contract Increase)

Chair and Members  
Civic Works Committee

RE: Contract Price Increase: Dundas Street TVP Active Transportation Connection (RFT21-04)

(Subledger RD190019)

Capital Project TS1748 - Dundas Place - TVP Active Transportation Connection (PTIS)

L-82 Construction Ltd. - \$170,000.00 (excluding HST)

### Finance Supports Report on the Sources of Financing:

Finance Supports confirms that the cost of this project can be accommodated within the financing available for it in the Capital Budget and that, subject to the approval of the recommendation of the Deputy City Manager, Environment and Infrastructure, the detailed source of financing is:

Estimated Expenditures	Approved Budget	Committed To Date	This Submission	Balance for Future Work
Engineering	771,726	771,726	0	0
Construction	3,225,223	2,793,336	172,992	258,895
City Related Expenses	3,051	2,977	0	74
<b>Total Expenditures</b>	<b>\$4,000,000</b>	<b>\$3,568,039</b>	<b>\$172,992</b>	<b>\$258,969</b>

### Sources of Financing

Debenture By-Law No. W.-5656-14 (Note 1)	1,068,001	963,371	46,708	57,923
Public Transit Infrastructure Stream (PTIS) - Federal Funding	1,600,000	1,427,216	69,197	103,588
Public Transit Infrastructure Stream (PTIS) - Provincial Funding	1,331,999	1,177,453	57,087	97,459
<b>Total Financing</b>	<b>\$4,000,000</b>	<b>\$3,568,039</b>	<b>\$172,992</b>	<b>\$258,969</b>

### Financial Note:

Contract Increase	\$170,000
Add: HST @13%	22,100
Total Contract Price Including Taxes	192,100
Less: HST Rebate	-19,108
Net Contract Increase	\$172,992

**Note 1:** Administration hereby certifies that the estimated amounts payable in respect of this project does not exceed the annual financial debt and obligation limit for the Municipality from the Ministry of Municipal Affairs in accordance with the provisions of Ontario Regulation 403/02 made under the Municipal Act.

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Jason Davies  
Manager of Financial Planning & Policy

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