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TO:	CHAIR AND MEMBERS CIVIC WORKS COMMITTEE MEETING ON SEPTEMBER 10, 2012
FROM:	JOHN BRAAM, P. ENG. MANAGING DIRECTOR, ENGINEERING & CITY ENGINEER
SUBJECT	CONTRACT AWARD FOR STREET LIGHTING REPLACEMENT ON KING STREET BETWEEN RICHMOND ST AND CLARENCE ST TENDER 12-94

RECOMMENDATION

That on the recommendation of the Managing Director, Engineering & City Engineer the following actions **BE TAKEN** with respect to the award of a contract for the Street Lighting Replacement on King Street between Richmond Street and Clarence Street:

- (a) the bid submitted by Stacey Electric Company Ltd., 179 Bartlett Drive Unit B Toronto, Ontario M4A1E6, at its tendered price of \$259,298.50(excluding H.S.T.), for the Street Lighting Replacement on King Street between Richmond Street and Clarence Street Project, **BE ACCEPTED**, it being noted that this bid was the lowest of four (4) bids received and meets the City's specifications and requirements in all areas; and it being further noted that there is no anticipated additional operating costs to the Engineering Department Operating Budget in 2013 and subsequent years associated with approval of this tender;
- (b) the financing for this project **BE APPROVED** as set out in the Source 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 this project;
- (d) the approval given herein **BE CONDITIONAL** upon the Corporation entering into a formal contract or issuing a purchase order for the material to be supplied and the work to be done relating to this project (Tender 12-94); and
- (e) the Mayor and City Clerk **BE AUTHORIZED** to execute any contract or other documents, if required, to give effect to these recommendations.

BACKGROUND

Purpose:

This report recommends award of a tender to a contractor for the Street Lighting Replacement on King Street between Richmond Street and Clarence Street Project in the City of London.

Discussion:

The underground and above ground street light infrastructure along King Street between Richmond Street and Clarence Street has outlived their useful life and should be replaced in order to minimize future maintenance costs. The award of this contract will bring this block of King Street up to the current downtown lighting standard.

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Tender Summary:

Tenders for the Street Lighting Replacement on King Street between Richmond Street and Clarence Street Project (Tender 12-94) were opened on August 15, 2012. Four (4) contractors submitted tender prices as listed below (exclusive of H.S.T.).

CONTRACTORS		CONTRACT PRICE (SUBMITTED)
1.	Stacey Electric	\$ 259,298.50
2.	CRU Solutions	\$ 282,729.00
3.	Weinmann Electric	\$ 360,582.89
4.	Langley Utilities	\$ 362,173.00

All tenders have been checked by the City's consulting engineer, Delcan and the Roadway Lighting and Traffic Control Division.

The tender estimate just prior to tender opening was \$ 364,000.00 (exclusive of H.S.T.). All tenders include a contingency allowance of \$ 25,000.00 (exclusive of H.S.T.). Therefore, tendering results are favorable to the City compared to the engineers estimate.

There are no anticipated additional annual operating costs to the Engineering Department Operating budget in 2013 and subsequent years associated with the approval of this tender.

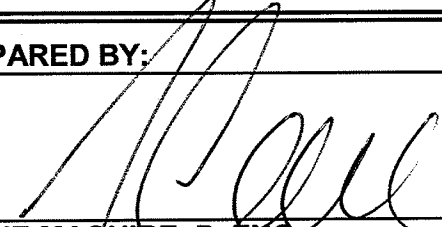
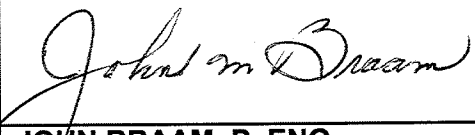
Conclusion:

The replacement of the street lights on King Street between Richmond Street and Clarence Street will help mitigate future maintenance costs by replacing the aged infrastructure and bring this block up to the current downtown street lighting standard.

The low bid submitted by Stacey Electric Company Ltd. is recommended to for awarded of this contract.

ACKNOWLEDGEMENTS:

This report was prepared by Doug Bolton and Shane Maguire of the Roadway Lighting & Traffic Control Division.

<p>PREPARED BY:</p> 	<p>RECOMMENDED BY:</p> 
<p>SHANE MAGUIRE, P. ENG. DIVISION MANAGER ROADWAY LIGHTING & TRAFFIC CONTROL DIVISION</p>	<p>JOHN BRAAM, P. ENG. MANAGING DIRECTOR, ENGINEERING DEPARTMENT & CITY ENGINEER</p>

August 3, 2012

Attachment: Appendix 'A' – Source of Financing

cc Administrative Services

APPENDIX 'A'

#12132

Chair and Members
Civic Works Committee

August 30, 2012
(Award Contract)

**RE: Street Lighting Replacement on King Street between Richmond St. and Clarence St.
Capital Project TS5123 - 2010 Street Light Maintenance
Capital Project TS5123-11 - 2011 Street Light Maintenance
Capital Project TS5123-12 - 2012 Street Light Maintenance
Stacey Electric Company Ltd. - \$259,298.50 (excluding H.S.T.)**

FINANCE DEPARTMENT REPORT ON THE SOURCES OF FINANCING:

Finance Department confirms that the cost of this project can be accommodated within the financing available for it in the Capital Works Budget and that, subject to the adoption of the recommendations of the Managing Director, Engineering and City Engineer, the detailed source of financing for this project is:

ESTIMATED EXPENDITURES	Approved Budget	Committed to Date	This Submission	Balance for Future Work
<u>TS5123 - 2010 Street Light Mtce.</u>				
Engineering	\$10,006	\$10,006		\$0
Construction	52,264	52,264		0
Relocate Utilities	814,730	789,114	25,616	0
	<u>877,000</u>	<u>851,384</u>	<u>25,616</u>	<u>0</u>
<u>TS5123-11 - 2011 Street Light Mtce.</u>				
Construction	6,387	6,387		0
Relocate Utilities	293,613	242,453	51,160	0
	<u>300,000</u>	<u>248,840</u>	<u>51,160</u>	<u>0</u>
<u>TS5123-12 - 2012 Street Light Mtce.</u>				
Construction	100,000	34,294		65,706
Relocate Utilities	1,400,000	2,386	187,087	1,210,527
	<u>1,500,000</u>	<u>36,680</u>	<u>187,087</u>	<u>1,276,233</u>
NET ESTIMATED EXPENDITURES	<u>\$2,677,000</u>	<u>\$1,136,904</u>	<u>\$263,863</u> 1)	<u>\$1,276,233</u>
<u>SOURCE OF FINANCING:</u>				
<u>TS5123 - 2010 Street Light Mtce.</u>				
Capital Levy	\$877,000	\$851,384	\$25,616	\$0
<u>TS5123-11 - 2011 Street Light Mtce.</u>				
Capital Levy	300,000	248,840	51,160	0
<u>TS5123-12 - 2012 Street Light Mtce.</u>				
Capital Levy	1,500,000	36,680	187,087	1,276,233
TOTAL FINANCING	<u>\$2,677,000</u>	<u>\$1,136,904</u>	<u>\$263,863</u>	<u>\$1,276,233</u>
1) <u>Financial Note:</u>	<u>TS5123</u>	<u>TS5123-11</u>	<u>TS5123-12</u>	<u>TOTAL</u>
Contract Price	\$25,173	\$50,275	\$183,851	\$259,299
Add: HST @13%	3,272	6,536	23,901	33,709
Total Contract Price Including Taxes	<u>28,445</u>	<u>56,811</u>	<u>207,752</u>	<u>293,008</u>
Less: HST Rebate	2,829	5,651	20,665	29,145
Net Contract Price	<u>\$25,616</u>	<u>\$51,160</u>	<u>\$187,087</u>	<u>\$263,863</u>

2) There are no anticipated additional annual operating costs to the Engineering Department in 2013 and subsequent years associated with the approval of this tender.

JG


 Alan Dunbar
 Manager of Financial Planning & Policy