

<b>TO:</b>	<b>CHAIR AND MEMBERS CIVIC WORKS COMMITTEE MEETING ON JULY 23, 2019</b>
<b>FROM:</b>	<b>KELLY SCHERR, P. ENG., MBA, FEC MANAGING DIRECTOR, ENVIRONMENTAL AND ENGINEERING SERVICES AND CITY ENGINEER</b>
<b>SUBJECT:</b>	<b>AWARD OF TENDER 19-47 CONTRACT 15: OAKRIDGE ACRES PHASE III, PINETREE, DOLWAY AND HICKORY IRREGULAR RESULT</b>

<b>RECOMMENDATION</b>
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That on the recommendation of the Managing Director, Environmental and Engineering Services and City Engineer, the following actions **BE TAKEN** with respect to the award of tender for Contract 15: Oakridge Acres Phase III; Pinetree, Dolway and Hickory:

- (a) the irregular bid submitted by CH Excavating (2013) at its tendered price of \$1,974,431.32, excluding HST, **BE ACCEPTED** in accordance with the Procurement of Goods and Services Policy Section 8.10 Irregular Result Clause b and Section 13.2 Clause b;
- (b) the financing for this project **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 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 19-47); and,
- (e) the Mayor and City Clerk **BE AUTHORIZED** to execute any contract or other documents, if required, to give effect to these recommendations.

<b>2019-2023 STRATEGIC PLAN</b>
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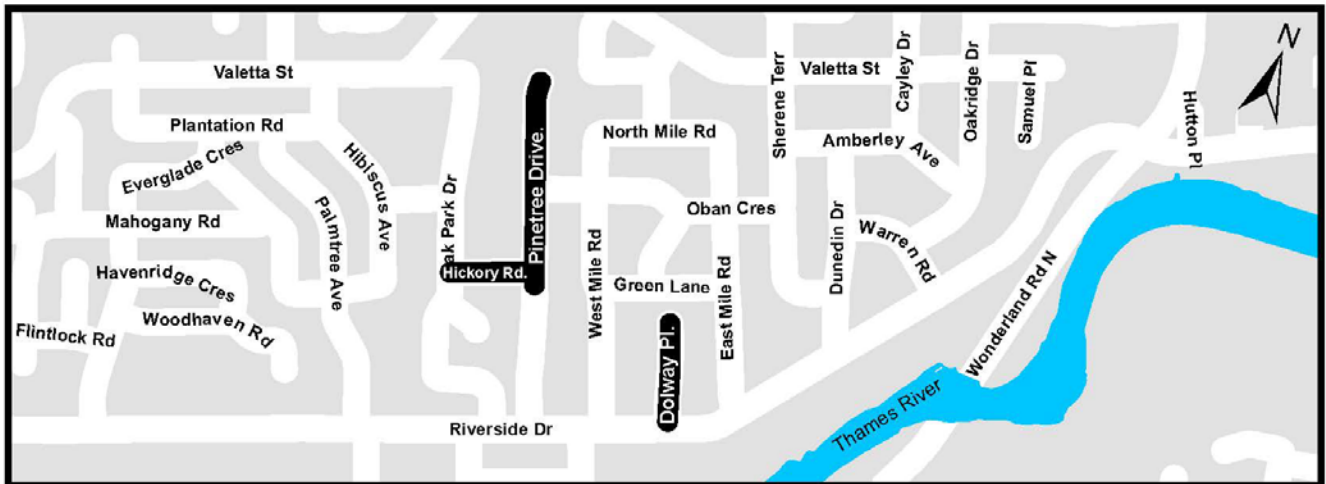
Council's Strategic Plan under Building a Sustainable City identifies that London's infrastructure should be built, maintained and operated to meet the long-term needs of our community.

<b>BACKGROUND</b>
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**Purpose**

This report recommends award of a construction tender to a contractor for the reconstruction of Pinetree Drive, Hickory Road and Dolway Place in 2019. This report is required because the contract award is an irregular result as a result of receiving one tender submission.

A project location map is included reference below.



## DISCUSSION

This project has been identified as a high priority in the infrastructure renewal program due to the poor condition of the municipal infrastructure on these streets.

The Oakridge Acres Phase III Infrastructure Renewal Project includes the following improvements:

- Replacement of watermain and water services to property line
- Replacement of storm sewer on Hickory Road
- Replacement of sanitary sewers and private drain connections (PDCs) where requested
- Replacement of storm sewers and PDCs where requested
- Replacement of curb and gutter, sidewalk, and roadway
- Adding a new sidewalk on the south side of Hickory Road

Infrastructure renewal needs have been coordinated within the Environmental and Engineering Services Department. The funding for this project comes from the approved 2019 Wastewater and Treatment, Water and Transportation Capital Works Budgets.

### Public Consultation

A project update meeting was held on March 19, 2019 for all owners and residents within and immediately bordering the project area to address questions and concerns. This meeting was well attended with no significant concerns noted.

### Service Replacement

In conjunction with the construction of this Capital Works Project, the City is administering the Private Drain Connection (PDC) Subsidy Program, which allows property owners within the projects limits an opportunity to voluntarily replace their PDCs at a reduced cost. As part of this project, the water service connections will be replaced to the property line at the City's cost and the property owner may elect to replace their private side connection at their own cost. Homeowners may also be eligible to participate in the Lead Service Extension Replacement Loan Program.

## **Tender Summary**

The City issued a tender through Bids and Tenders for the reconstruction of Pinetree Drive, Hickory Road and Dolway Place, referred to as Contract 15; Oakridge Acres Phase III. The tender closed on Thursday June 6<sup>th</sup>, 2019.

One (1) bid was received from CH Excavating (2013). The tender submission was opened June 7, 2019 after administrative approval was received to open a single bid in accordance with the Purchasing Policy. The submitted tender value was \$1,974,431.32, excluding HST. The submission was reviewed by staff from Purchasing and Supply and Construction Administration to ensure compliance to the tender requirements. The bid met the City's specifications and requirements in all areas.

The tender estimate just prior to tender opening was \$1,950,000 excluding HST. The results are very close to the estimate for this work and comparable to other recent competitive tenders.

It is recommended that the contract be awarded to CH Excavating (2013) as an irregular result in accordance with Section 8.10 Clause b and Section 13.2 Clause b of the Procurement of Goods and Services Policy. The bid submitted by CH Excavating is within the budget.

<b>CONCLUSION</b>
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It is recommended that the single bid submitted by CH Excavating (2013), in the amount of \$1,974,431.32, excluding HST, be accepted, noting it is an irregular result in accordance with the Procurement of Goods and Services Policy. Award of the 2019 Infrastructure Renewal Program Contract 15: Oakridge Acres Phase III, Pinetree, Dolway and Hickory project to CH Excavating (2013) will allow the project objectives to be met within the available budget and schedule.

Additional annual Road Operating costs of \$250 are identified for the new sidewalk along Hickory Road. Additional annual Sewer Operating costs of \$200 are identified for additional maintenance holes and catchbasins. There are no additional operating costs associated with Water Operations.

## Acknowledgements

This report was prepared within the Construction Administration Division by Paul Choma, P. Eng., Environmental Services Engineer with the assistance of John Freeman, Manager – Purchasing and Supply.

<b>PREPARED BY:</b>	<b>REVIEWED &amp; CONCURRED BY:</b>
<b>UGO DECANDIDO, P. ENG. DIVISION MANAGER, CONSTRUCTION ADMINISTRATION</b>	<b>SCOTT MATHERS, P. ENG., MPA DIRECTOR, WATER AND WASTEWATER</b>
<b>REVIEWED &amp; CONCURRED BY:</b>	<b>RECOMMENDED BY:</b>
<b>DOUG MACRAE, P. ENG., MPA DIRECTOR, ROADS AND TRANSPORTATION</b>	<b>KELLY SCHERR, P.ENG., MBA, FEC MANAGING DIRECTOR, ENVIRONMENTAL &amp; ENGINEERING SERVICES &amp; CITY ENGINEER</b>

Attach: Appendix 'A' – Sources of Financing

c.c. Purchasing and Supply Division  
CH Excavating