

<b>TO:</b>	<b>CHAIR AND MEMBERS BUILT AND NATURAL ENVIRONMENT COMMITTEE MEETING ON MONDAY, AUGUST 15, 2011</b>
<b>FROM:</b>	<b>RON STANDISH DIRECTOR WASTEWATER AND TREATMENT PLANNING, ENVIRONMENTAL AND ENGINEERING SERVICES AND TOM JOHNSON MANAGING DIRECTOR - CORPORATE ASSETS</b>
<b>SUBJECT:</b>	<b>GREENWAY FLOTATION BUILDING UPGRADES PROJECT No. ES5083 TENDER No. 11-71</b>

<b>RECOMMENDATION</b>
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That, on the recommendation of the Director Wastewater and Treatment, Planning, Environmental and Engineering Services and the Managing Director – Corporate Assets:

- (a) The bid submitted by Elgin Contracting and Restoration Ltd., 100 Ross Street, St. Thomas, Ontario N5R 3X8 in the amount of \$259,000.00 (HST excluded) for the Greenway Flotation Building Upgrades **BE ACCEPTED**; it being noted that the bid submitted was an irregular bid as only one (1) bid was received and the irregular bid process was followed for this project. The irregular bid meets all terms, conditions and specifications of the City;
- (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 which are necessary in connection with this project; and
- (d) The approval given herein **BE CONDITIONAL** upon the Corporation entering into a formal contract with the contractor for the work.

<b>PREVIOUS REPORTS PERTINENT TO THIS MATTER</b>
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There are no previous reports pertinent to this matter

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

This report is submitted to seek Council approval to enter into a formal contract with Elgin Contracting and Restoration Ltd., for the Greenway Flotation Building Upgrades.

**Discussion:**

The Flotation Building located at the Greenway Pollution Control Plant is a 38 year old structure and is an integral component of pollution control operations.

The proposed upgrades are consistent with life cycle renewal works required in a facility of this age and are necessary to ensure that the function of this municipal asset is maintained.

The scope of work includes:

- Replacement of deteriorated components of the roof structure
- New roofing
- Supply and installation of new metal siding
- Repair and replacement of existing exterior access stairs

Tenders for the Greenway Flotation Building Upgrades were received July 20, 2011. The bid submitted by Elgin Contracting and Restoration Ltd., was the only bid received and is less than the Consultant's pretender estimate for this work.

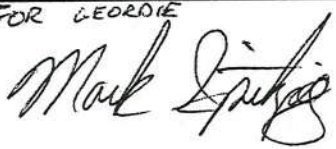



The irregular bid, evaluated in accordance with Section 19.4 of the Procurement of Goods and Services Policy, meets the requirements of the City's specification in all areas, offers the best value to the City and it is recommended they be awarded a contract for the work as an Irregular Result under Schedule A of the Procurement of Goods & Services Policy.

**Impact on Annualized Operating Costs:**

There are no additional annual operating costs associated with the approval of this project.

**Acknowledgements:**

This report was prepared by Ken Owen, Facilities Design & Construction with input from Mark Elliot, Pollution Control Operations.

<b>SUBMITTED BY:</b> <i>FOR GEORDIE</i> 	<b>SUBMITTED BY:</b> 
<b>GEORDIE GAULD</b> DIVISION MANAGER WASTEWATER & TREATMENT OPERATIONS	<b>BILL CAMPBELL</b> DIVISION MANAGER, FACILITIES
<b>RECOMMENDED BY:</b> 	<b>RECOMMENDED BY:</b> 
<b>RON STANDISH</b> DIRECTOR WASTEWATER AND TREATMENT PLANNING, ENVIRONMENTAL AND ENGINEERING SERVICES	<b>TOM JOHNSON</b> MANAGING DIRECTOR CORPORATE ASSETS

Attach: Appendix "A" – Sources of Financing

cc:  
Pat McNally, Executive Director Planning, Environmental and Engineering Services  
Ken Owen, Manager, Facilities Design & Construction

Chair and Members  
Built and Natural Environment Committee

August 5, 2011  
(Award Contract)

**RE: Greenway Flotation Building Upgrades**  
**Capital Project ES5083 - 2009 Replace Equipment PCP**  
**Elgin Contracting and Restoration Ltd. - \$259,000.00 (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 Director, Wastewater and Treatment and the Managing Director, Corporate Assets, the detailed source of financing for this project is:

<b><u>ESTIMATED EXPENDITURES</u></b>	<b><u>Approved Budget</u></b>	<b><u>Committed to Date</u></b>	<b><u>This Submission</u></b>	<b><u>Balance for Future Work</u></b>
Engineering	\$60,496	\$60,496		\$0
Construction	659,658	396,100	263,558	0
Replace Vehicles & Equipment	1,449,753	375,864		1,073,889
City Related Expenses	30,093	30,093		0
<b>NET ESTIMATED EXPENDITURES</b>	<b><u>\$2,200,000</u></b>	<b><u>\$862,553</u></b>	<b><u>\$263,558</u></b> 1)	<b><u>\$1,073,889</u></b>


**SOURCE OF FINANCING:**

Capital Sewer Rates	\$1,992,000	\$862,553	\$263,558	\$865,889
Drawdown from Sewage Works Reserve Fund	208,000			208,000
<b>TOTAL FINANCING</b>	<b><u>\$2,200,000</u></b>	<b><u>\$862,553</u></b>	<b><u>\$263,558</u></b>	<b><u>\$1,073,889</u></b>

1) **Financial Note:**

Contract Price	\$259,000
Add: HST @13%	33,670
Total Contract Price Including Taxes	292,670
Less: HST Rebate	29,112
Net Contract Price	<u>\$263,558</u>

2) There are no additional annual operating costs associated with the approval of this project.

  
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Alan Dunbar  
Manager of Financial Planning & Policy