



Staff Report

Report To: Dan Best, Chief Administrative Officer
From: **Don Giberson, Environmental Services Director**
Date: March 19 2018
Report: ESD.18.11
Subject: Tender Results – Repairs to McTaggart Line Bridge Structures #3037, #3038, #3039

Recommendations:

That South Huron Council receive the report from Don Giberson, Environmental Services Director RE: Tender Results – Repairs to McTaggart Line Bridge Structures #3037, #3038, #3039 AND;

That South Huron Council accepts the tender received from Weathertech Restoration Services Inc. and award a contract for the Repairs to McTaggart Line Bridge Structures #3037, #3038, #3039 for a total cost of \$588,253.00 plus HST.

Purpose:

The purpose of this report is to notify Council of the results of the tender results for the repairs to McTaggart Line Bridge Structures #3037, #3038, #3039 and to recommend award of a contract to the low bidder.

Background and Analysis:

The tender for repairs to McTaggart Line Bridge Structures #3037, #3038, #3039 was advertised on the Biddingo web site, in accordance with section 9(b) of the Procurement By-Law#33-2017. Biddingo is an on-line procurement service for public sector tenders, quotations and RFPs. The

tender for repairs to McTaggart Line Bridge Structures #3037, #3038, #3039 was posted on Biddingo on January 30, 2018.

Tenders closed on Wednesday, February 28, 2017 at 2:00pm and six (6) tenders were received by the Municipality. Tenders were opened by Deputy Mayor Dave Frayne, in the presence of Dan Best CAO, Angela Shipway, Financial Analyst; Don Giberson, ESD Director; Ryan Munn P.Eng, BM Ross Engineers and several contractors.

The following are the tender results:

| McTaggart Line Bridge Repairs to Structures #3037, 3038, 3039 | | | | |
|--|---------------------------------------|--------------------------|--------------|-------------------------------|
| | Contractor | Price (Excluding HST) | HST | Total Cost (Including HST) |
| 1 | Weathertech Restoration Services Inc. | \$588,253.00 | \$76,472.89 | \$664,725.89 |
| 2 | AJN Builders Inc. | \$606,625.20 | \$78,861.28 | \$685,486.48 |
| 3 | Theo Vandenberg Construction Inc. | \$632,997.00 | \$82,289.61 | \$715,286.61 |
| 4 | Carlington Construction Inc. | \$786,187.80 | \$102,204.41 | \$888,392.21 |
| 5 | Jarlian Construction Inc. | \$833,319.00 | \$108,331.47 | \$941,650.47 |
| 6 | Nuroad Construction Limited | \$1,015,238.36 | \$131,980.99 | \$1,147,219.35 |

*

*Corrected total

All tenders were checked by the Engineer. Jarlian Construction Inc. tender was not signed and therefore was automatically rejected as non-compliant. Section 28 of the Procurement By-law#33-2017 sets out the process for bid irregularities. In accordance with Appendix "B" item 6, an unsigned tender results in automatic rejection of the tender. A mathematical error was also found in Jarlian Construction Inc. tender and the corrected amount is indicated above.

The tender received from the low bidder, Weathertech Restoration Services Inc., was checked and found to be complete and in conformance with the specifications. The Engineers review/recommendation letter is attached.

Operational Considerations:

There were no alternatives considered.

South Huron's Strategic Plan:

Section 6.2.2 of the Municipality of South Huron 2015- 2019 Strategic Plan identifies key objectives that are reflective of the collective perspectives of the strategic planning process.

The recommendations and actions outlined in this report are reflective of the following strategic objectives:

Administrative Efficiency and Fiscal Responsibility

This work was publicly tendered as early as possible in the fiscal year in order to obtain the best possible pricing. Procurement was conducted via Biddingo, a public sector on-line procurement service.

Increased Communications and Municipal Leadership

The tender notice was published in the local newspapers; on the municipal web site and on Biddingo to reach as many interested bidders as possible.

Transparent, Accountable and Collaborative Governance

A transparent public tendering process was used as the procurement method for this work, in accordance with the procurement By-law 33-2017.

Dedicated Economic Development Effort

Having well maintained bridge structures contributes to the wellbeing of our residents and is essential to attracting/retaining businesses.

Financial Impact:

The costs associated with the tender for the repairs to McTaggart Line Bridge Structures #3037, #3038, #3039 are included in the 2018 Transportation Services Capital Budget.

A financial analysis was carried out and the cost of this tender, including engineering and non-recoverable HST is within the total amount budgeted for repairs to structures #3037, #3038, #3039.

The following is a summary of the financial analysis:

| FINANCIAL ANALYSIS SUMMARY | |
|--|--------------------|
| | Total |
| Part 1 - Repairs to Structure #3038 | \$380,135.00 |
| Part 2 - Structure #3038 Provisional Items (incl. \$45,000 contingency) | \$117,378.00 |
| Part 3 - Repairs to Structure #3037 (incl. \$5,000 contingency) | \$39,015.00 |
| Part 4 - Repairs to Structure #3039 (incl. \$5,000 contingency) | <u>\$51,725.00</u> |
| Subtotal (Construction Costs) | \$588,253.00 |
| Engineering Cost | <u>\$34,000.00</u> |
| Subtotal | \$622,253.00 |
| Non-recoverable HST | <u>\$10,951.65</u> |
| TOTAL | \$633,204.65 |
| Approved Budget for Structure #3038 | \$570,446.00 |
| Approved Budget for Structure #3037 & #3039 | <u>\$65,753.00</u> |
| | \$636,199.00 |
| Net Difference Approved Budget vs Tender Cost | \$2,994.35 |

Legal Impact:

There are no legal implications for the Corporation resulting from the proposed recommendation.

Staffing Impact:

There are no staffing implications for the Corporation resulting from the proposed recommendation.

Policies/Legislation:

1. Approved Transportation Capital Budget
2. Minimum Maintenance Standards, under the Highway Traffic Act

Consultation:

The Roads Foreman was consulted as part of the tender review and preparation of this report.

Related Documents:

BM Ross Engineers review/recommendation letter dated March 1, 2018

Respectfully submitted,

A handwritten signature in black ink, enclosed in a light gray rectangular box. The signature is stylized and appears to read "Don Giberson".

Don Giberson, Environmental Services Director