



## Staff Report

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**Report To:** Dan Best, Chief Administrative Officer  
**From:** **Don Giberson, Environmental Services Director**  
**Date:** January 21 2019  
**Report:** ESD.19.03  
**Subject:** Tender Results – Mollard Line Structure #1056 Replacement

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### Recommendations:

**That** South Huron Council receive the report from Don Giberson, Director of Operations and Infrastructure RE: Tender Results – Mollard Line Structure #1056 Replacement; and

**That** South Huron Council accept the tender received from Cope Construction and Contracting Inc. and award a contract for the Mollard Line Structure #1056 Replacement for a total cost of \$ \$417,377.50 plus HST.

### Purpose:

Approval

### Background and Analysis:

The tender for the replacement of Mollard Line Structure #1056 was advertised on the Bids & Tenders web site, in accordance with section 9(b) of the Procurement By-Law#33-2017. Bids & Tenders is an on-line procurement service for public sector tenders, quotations and RFPs. The tender for Bids & Tenders was posted on Bids & Tenders on December 19, 2018.

Tenders closed on Thursday, January 10, 2019 at 2:00pm and eleven (11) tenders were received by the Municipality. Tenders were opened by Mayor George Finch, in the presence of Dan Best CAO, Angela Shipway, Manager of Financial Services; Maggie McBride, Financial Services Coordinator; Don

Giberson, Director of Operations and Infrastructure; Brad Walt, GMBLuePlan Engineers and several contractors.

The following are the tender results:

<b>Mollard Line Structure #1056 Replacement</b>				
<b>Contractor</b>		<b>Price (Excluding HST)</b>	<b>HST</b>	<b>Total Cost (Including HST)</b>
1	Cope Construction and Contracting Inc.	\$417,377.50	\$54,259.08	\$471,636.58
2	Van Driel Excavating Inc.	\$425,091.79	\$55,261.93	\$480,353.72
3	Birnam Excavating Ltd.	\$453,207.95	\$58,917.03	\$512,124.98
4	Southshore Contracting of Essex County Inc.	\$454,800.00	\$59,124.00	\$513,924.00
5	VanBree Drainage & Bulldozing Ltd.	\$468,605.50	\$60,918.72	\$529,524.22
6	Frank Van Bussel & Sons Ltd.	\$475,080.50	\$61,760.47	\$536,840.97
7	Aar-Con Excavating Inc.	\$479,000.00	\$62,270.00	\$541,270.00
8	Lavis Contracting Co. Ltd.	\$550,798.00	\$71,603.74	\$622,401.74
9	Kurtis Smith Excavating Inc.	\$576,000.00	\$74,880.00	\$650,880.00
10	National Structures 2011 Inc.	\$711,501.00	\$92,495.13	\$803,996.13
11	Sierra Infrastructure Inc.	\$843,727.50	\$109,684.58	\$953,412.08

All tenders were checked by the Engineer. Mathematical errors were found in the tenders submitted by Frank Van Bussel & Sons Ltd. and Sierra Infrastructure Inc. However, these mathematical errors did not change the bidders' position. The corrected tender amounts are as follows:

<b>Contractor</b>		<b>Price (Excluding HST)</b>	<b>HST</b>	<b>Total Cost (Including HST)</b>
	Frank Van Bussel & Sons Ltd.	\$474,061.64	\$61,628.01	\$535,689.65
	Sierra Infrastructure Inc.	\$883,727.50	\$114,884.58	\$998,612.08

The tender received from the low bidder, Cope Construction and Contracting Inc., was checked and found to be complete and in conformance with the specifications.

Cope Construction and Contracting Inc. tender is for the precast concrete box culvert option and includes no premium or additional costs to complete the in stream work by March 15, 2019 and to be totally complete by March 31, 2019.

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

Increased Communications and Municipal Leadership

Transparent, Accountable and Collaborative Governance

Dedicated Economic Development Effort

### **Financial Impact:**

At the Council Meeting of December 17, 2018 Council passed Motion #559-2018 to include the Mollard Line Culvert Project in the 2019 capital budget for an upset limit of \$505,000 exclusive of HST; and authorized the project to proceed prior to the adoption of the 2019 budget.

A financial analysis was carried out and the cost of the construction work set out in the tender, engineering, inspections, construction administration and non-recoverable HST is within the total amount budgeted for the replacement of Mollard line Structure #1056.

The following is a summary of the financial analysis:

<b>FINANCIAL ANALYSIS SUMMARY</b>	
	<b>Total</b>
SECTION A - Project Preparation and Removals	\$34,659.00
SECTION B - Concrete Box Culvert	\$279,759.00
SECTION C - Watermain	\$22,111.00
SECTION D - Roadworks	\$54,135.50
SECTION E – Provisional and Contingency	<u>\$26,713.00</u>
Subtotal (Construction Costs)	\$417,377.50
Engineering Cost	<u>\$20,750.00</u>
Subtotal	\$438,127.50
Non-recoverable HST	<u>\$7,711.04</u>
<b>TOTAL</b>	<b>\$445,838.54</b>
Approved 2019 Budget	\$505,000.00
<b>Net Difference Budget vs Tender Cost</b>	<b>\$59,161.46</b>

### **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. Draft Transportation Capital Budget
2. Minimum Maintenance Standards, under the Highway Traffic Act

### **Consultation:**

The CAO and Financial Services Staff were consulted as part of the tender review and preparation of this report.

## **Related Documents:**

GMBLuePlan Engineers review/recommendation letter dated January 11, 2019

Respectfully submitted,

A handwritten signature in black ink, enclosed within a faint rectangular border. The signature is stylized, with a large, loopy initial 'D' and a series of vertical strokes followed by a horizontal flourish.

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**Don Giberson, Environmental Services Director**