

COMMITTEE OF THE WHOLE - APRIL 4, 2005

**AWARD OF TENDER T05-008
WILLIS ROAD AND PINE GROVE ROAD RECONSTRUCTION
AND REQUEST FOR ADDITIONAL FUNDING**

Recommendation

The Commissioner of Engineering and Public Works in consultation with the Director of Reserves and Investments and the Director of Purchasing Services recommends:

- 1) That Tender T05-008 for the Willis Road and Pine Grove Road Reconstruction be awarded to Direct Underground Inc. in the amount of \$664,555.23 plus G.S.T.;
- 2) That a contingency allowance in the amount of \$68,000 be approved within which the Commissioner of Engineering and Public Works or his designate is authorized to approve amendments to the contract;
- 3) That a Geotechnical Inspection and Material Testing amount of \$8,000 plus G.S.T. be approved to ensure compliance with all applicable standards; and
- 4) That an additional amount of \$31,000 be approved to be funded from Long Term Debt Financing in order to undertake the Pine Grove Road part of the work;
- 5) That Council authorize the Regional Municipality of York to issue debentures not exceeding the amount of \$31,000.00 on behalf of the Corporation of the City of Vaughan repayable over a term not to exceed 10 years;
- 6) That the inclusion of the matter on a public Committee or Council agenda for the additional funding request identified as Award of Tender T05-008 and Request for Additional Funding – Willis Road and Pine Grove Road Reconstruction is deemed sufficient notice pursuant to Section 2(1)(c) of By-law 394-2002; and
- 7) That the Mayor and Clerk be authorized to sign the appropriate documents.

Purpose

Council approval to award Contract T05-008 for the Willis Road and Pine Grove Road Reconstruction and request for additional funding

Background - Analysis and Options

The work covered by this tender calls for the reconstruction of Willis Road (2003 Capital Budget Project 1122.2.03) and Pine Grove Road (2005 Capital Budget Project 1565-0-05 and 2003 Capital Budget Project 1480-2-03) in Woodbridge. (See Attachment No. 1). Pine Grove Road was deferred last year due to a funding shortfall and therefore will be included with the Willis Road project.

The tender was advertised in the Daily Commercial News and on the Electronic Tendering Network (ETN) and closed on Tuesday, March 8, 2005. A total of 16 documents were picked up from the Purchasing Department and the following 9 bids were received:

<u>Contractor</u>	<u>Total Bid Amount (excl. G.S.T.)</u>
Direct Underground Inc.	\$664,555.23
Nuroad Construction Limited	\$695,106.88
Barra CON Construction Ltd.	\$698,126.40

Grascan Construction Ltd.	\$737,000.00
614128 Ontario Limited o/a Trisan Construction	\$823,617.74
F.C.M. Construction Limited	\$830,144.15
Metric Contracting Services Corporation	\$935,342.20
Mar-King Construction Company Limited	\$947,964.76
Wyndale Paving Co. Limited	Non-Compliant Bid

It was anticipated that tendering this project in the winter would result in very competitive bids. However this was not the case.

The estimated cost for this project including provisional items, contract administration, inspection and testing, a contingency allowance and all applicable taxes (G.S.T. is 100% recoverable) is \$785,000 and is calculated as follows:

	Willis Road	Pine Grove Road
Direct Underground Inc. (excl. G.S.T.) Bid Price	\$151,946.40	\$512,608.83
Contingency Allowance (approximately 10%)	\$ 16,000.00	\$ 52,000.00
Geotechnical Inspection and Material Testing	\$ 3,000.00	\$ 5,000.00
Utility Relocation	<u>\$ 20,000.00</u>	-----
Sub-total	\$190,946.40	\$569,608.83
G.S.T. (7% amount 100% recoverable)	\$(13,366.25)	\$(39,872.62)
Treasury Administration (3%)	<u>\$ 5,728.39</u>	<u>\$ 17,088.26</u>
Total	\$210,041.04	\$626,569.71
Less G.S.T. Recoverable	<u>\$(13,366.25)</u>	<u>\$(39,872.62)</u>
Net Cost	\$196,674.79	\$586,697.09
Less Available Funding	<u>\$205,000.00</u>	<u>\$556,000.00</u>
Additional Funding Requires (Shortfall)	-----	\$ 30,697.09
	Say	\$ 31,000.00
Total Project Cost (Willis Road and Pine Grove Road)		\$783,371.88
Rounded		\$784,000.00

Staff have checked the bids for mathematical errors and are satisfied that Direct Underground Inc. is deemed qualified to successfully complete this project. Therefore, it is appropriate to award this contract to Direct Underground Inc.

Relationship to Vaughan Vision 2007

This report is consistent with the priorities previously set by Council and the necessary resources have not been allocated, therefore approval for additional funding is requested via this report.

Conclusion

Based on the prices submitted and the proposed work schedule to complete the projects, it is recommended that Tender T05-008 for the Willis Road and Pine Grove Road Reconstruction be awarded to Direct Underground Inc. and that additional funding required for the Pine Grove Road portion of the contract in the amount of approximately \$31,000.00 be funded through the issuance of debentures. The Willis Road budget is sufficient to cover the cost of the Willis Road portion of the works.

Should Council concur with the proposed additional funding request, this action would be considered as an amendment to the Capital Budget. Pursuant to the Municipal Act 2001, Section 291(1)(c) before amending a budget, a municipality shall give notice of its intention to amend the budget at a Council meeting. When a capital project has been subject to a meeting during the

adoption of the approved capital budget and where additional funding is required to complete the approved works, inclusion of the matter in a staff report requesting additional funding on a public Committee or Council agenda is deemed to be sufficient notice pursuant to Section 2(1)(c) of By-law 394-2002. Therefore, no additional notice period is required.

Attachments

1. Location Map

Report prepared by:

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Tom Ungar, P. Eng. – Design Engineer, ext. 3110

Respectfully submitted,

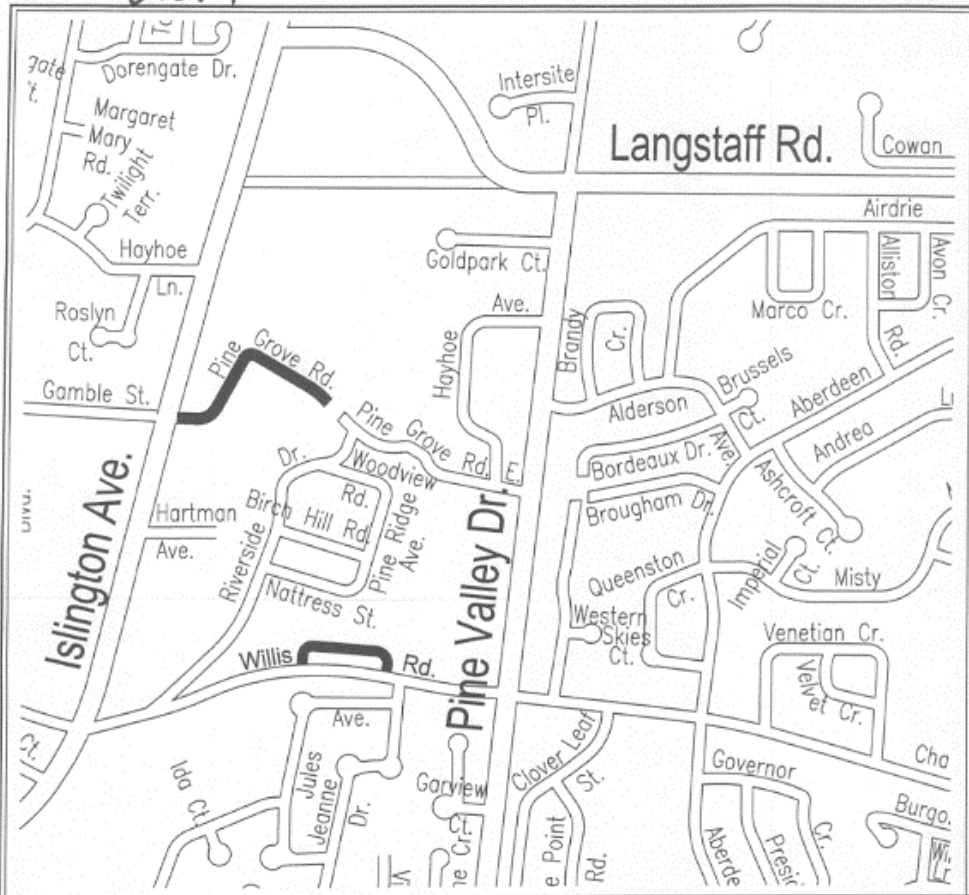
Bill Robinson, P. Eng.
Commissioner of Engineering and Public Works

Gary P. Carroll, P. Eng.
Director of Engineering Services

JZ:mc

20.4

ATTACHMENT No. 1



WILLIS ROAD AND PINE GROVE ROAD RECONSTRUCTION
T05-008

LEGEND

 PROJECT LOCATIONS



NOT TO SCALE

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