

COMMITTEE OF THE WHOLE- JUNE 18, 2007

AWARD OF TENDER T07-034 **PINE VALLEY DRIVE AND KIPLING AVENUE** **RURAL ROAD UPGRADES**

Recommendation

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

1. That Tender T07-034 for the Pine Valley Drive and Kipling Avenue Rural Road Upgrades be awarded to Gazzola Paving Ltd. In the amount of \$1,229,992.86, plus G.S.T.;
2. That a contingency allowance in the amount of \$125,000.00, plus G.S.T. be approved within which the Commissioner of Engineering and Public Works or his designate is authorized to approve amendments to the Contract;
3. That the City retain URS Canada Inc. to provide contract administration and construction inspection services including geotechnical and material testing and disbursements at an estimated cost of \$75,812.00, plus G.S.T; and
4. That a contingency allowance in the amount of \$8,000.00, plus G.S.T. be approved for contract administration and inspection within which the Commissioner of Engineering and Public Works or his designate is authorized to approve additional engineering services.
5. That the Mayor and Clerk be authorized to sign the appropriate documents.

Economic Impact

The total cost of \$1,482,000.00 for the project falls within the approved budget amount \$8,231,000 and as such, there is no additional economic impact to the 2007 Capital Budget.

Long range financial implications will include operating and maintenance costs associated with this type of infrastructure which are not quantified at this time, including long term replacement.

Communications Plan

Once the project is awarded, staff will advise the Ward Sub-Committee and will send out Engineering Services Standard 'C' letter to the affected residents.

Purpose

Council approval to award Tender T07-034, Pine Valley Drive and Kipling Avenue Rural Road Upgrades.

Background - Analysis and Options

The work covered under this contract includes the upgrading of Pine Valley Drive from Kirby Road to King-Vaughan Road and Kipling Avenue from Teston Road to Kirby Road (Capital Budget EN-1654-07) involving ditching and drainage improvements, grading and Hot mix asphaltting. (See Attachment No. 1 for project location).

This tender was advertised in the Daily Commercial News on the Ontario Public Buyers Association (OPBA) and on the Electronic Tendering Network (ETN), and closed on May 22,

2007. A total of 13 sets of bid documents were picked up from Purchasing Services Department, and the following 7 bids were received.

| <u>Contractor</u> | <u>Total Bid Amount (excl. G.S.T.)</u> |
|---------------------------------------|--|
| Gazzola Paving Ltd. | \$1,229,992.86 |
| Pave-All Limited | \$1,263,819.12 |
| Graham Bros. Construction Limited | * \$1,284,006.98 |
| Metric Contracting Services | \$1,356,761.00 |
| Fermar Paving Ltd. | \$1,357,168.95 |
| K.J. Beamish Construction Co. Limited | \$1,446,626.00 |
| Lafarge Paving & Construction Limited | \$1,530,821.88 |

* Corrected for arithmetic error.

The estimated cost for this project including contract administration, inspection and testing, a contingency allowance and all applicable taxes (G.S.T. is 100% recoverable) is \$1,482,000.00 and is calculated as follows:

| | |
|---|-----------------------|
| Gazzola Paving Ltd. (excluding G.S.T.) | \$1,229,992.86 |
| Contingency Amount (approx. 10%) | \$ 125,000.00 |
| Contract Administration and Inspection including Geotechnical Inspections and Material Testing (estimated) | \$ 75,812.00 |
| Contingency amount (Contract Administration and Inspection) | <u>\$ 8,000.00</u> |
| Sub-Total | \$1,438,804.86 |
| G.S.T. (6% amount is 100% recoverable) | \$ 86,328.29 |
| Treasury Administration (3%) | <u>\$ 43,164.15</u> |
| Total | \$1,568,297.30 |
| Less G.S.T. Recoverable | <u>\$ (86,328.29)</u> |
| Net Total Cost | \$1,481,969.01 |

ROUNDED \$1,482,000.00

Engineering staff and the City's consultant, URS Canada Inc. have reviewed the submitted bids and are satisfied that Gazzola Paving Ltd. which has successfully completed similar works for the City, is deemed qualified to undertake this project. Therefore, it is appropriate to award this contract to the low bidder, Gazzola Paving Ltd.

Relationship to Vaughan Vision 2007

This project is consistent with Vaughan Vision 2007 in that the proposed works provide effective and efficient delivery of services (1.3).

This report is consistent with the priorities previously set by Council.

Regional Implications

Region of York Transportation and Works Department will be advised of this City of Vaughan project.

Conclusion

Sufficient funding is available in the 2007 Capital Budget (Project EN-1654-07) to complete the project. Staff recommend that this contract be awarded to Gazzola Paving Ltd. in the amount of \$1,229,992.86, plus G.S.T.

Attachments

1. Location Map

Report prepared by:

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Tom Ungar, P. Eng., Manager, Design Services, ext. 3110

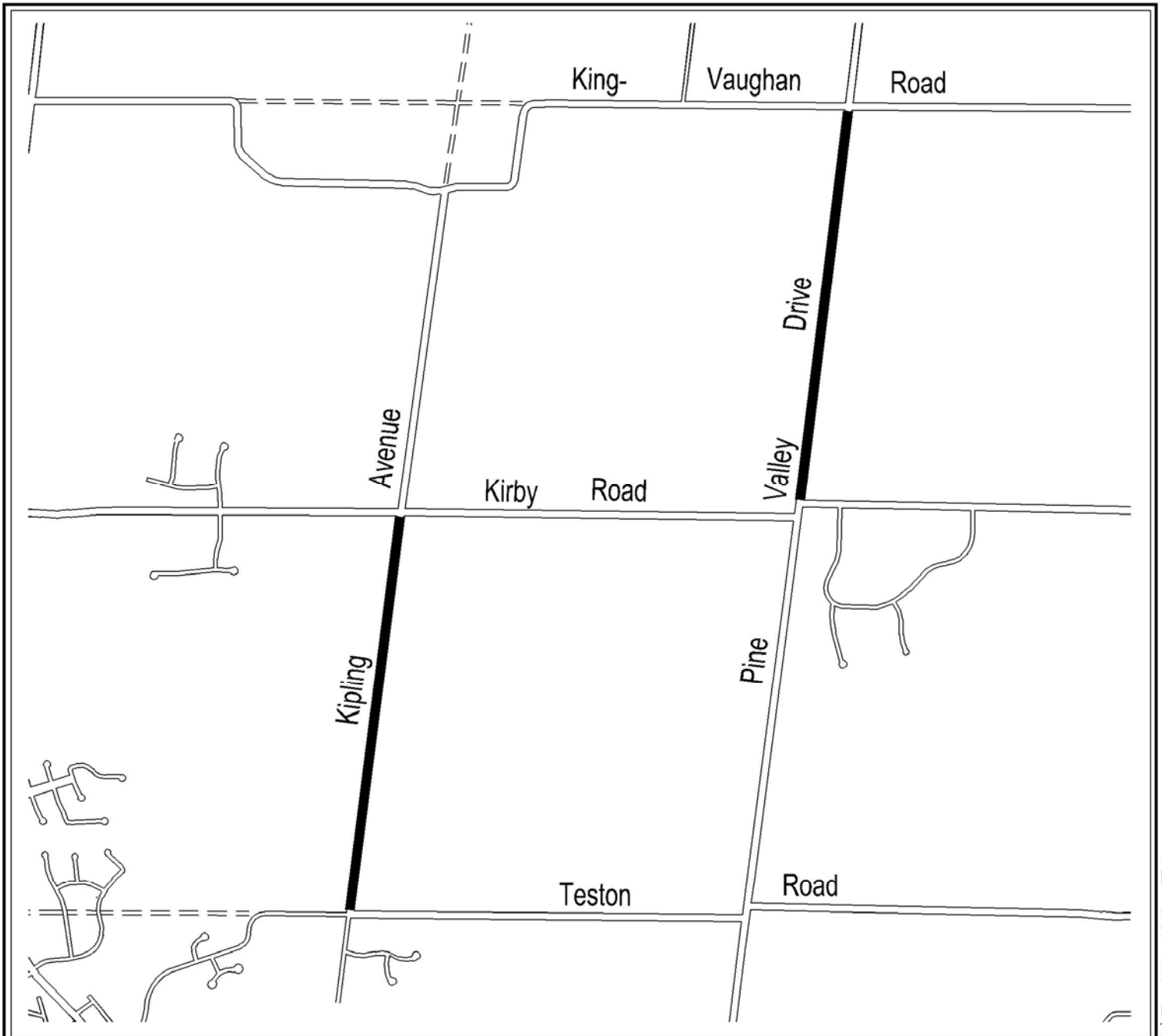
Respectfully submitted,

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

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

PM:mc

ATTACHMENT No. 1



PINE VALLEY DRIVE & KIPLING AVENUE

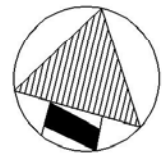
RURAL ROAD UPGRADES

T07 - 034

LOCATION : Part of Lots 26 - 35,
Concessions 6, 7 & 8

LEGEND

 PROJECT LOCATION



NOT TO SCALE