

COUNCIL REPORT

M&C No.	2019-201
Report Date	August 07, 2019
Meeting Date	August 19, 2019
Service Area	Saint John Water

His Worship Mayor Don Darling and Members of Common Council

***SUBJECT: Contract 2019-18: MRG Sanitary Sewer System – X Station Culvert
Renewal***

OPEN OR CLOSED SESSION

This matter is to be discussed in open session of Common Council.

AUTHORIZATION

Primary Author	Commissioner/Dept. Head	City Manager
<i>John Campbell</i>	<i>Brent McGovern / Brian Keenan</i>	<i>John Collin</i>

RECOMMENDATION

It is recommended that Contract No. 2019-18: MRG Sanitary Sewer System – X Station Culvert Renewal be awarded to the low Tenderer, Galbraith Construction Ltd., at the tendered price of \$307,510.00 (including HST) as calculated based upon estimated quantities, and further that the Mayor and Common Clerk be authorized to execute the necessary contract documents.

EXECUTIVE SUMMARY

The purpose of this report is to recommend that Council award Contract 2019-18: MRG Sanitary Sewer System – X Station Culvert Renewal to the low Tenderer.

PREVIOUS RESOLUTIONS

December 9, 2013, (M&C 2013-272), 2014 Water & Sewerage Utility Fund Capital Program Approved.

March 25, 2019, (M&C 2019-63), Contract 2019-09 – M-R-G Forcemain Renewal – Phase 1 Adopted.

REPORT

BACKGROUND

The approved Water and Sewerage Utility Fund Capital Program includes funding for renewal of the sanitary forcemain in the Greenhead Road / Dever Road area between X Station and Y Station. The existing forcemain is deteriorated and requires replacement. The Contract for this work was awarded in March, 2019 (M&C 2019-63).

The existing culvert crossing the access road to X station is badly deteriorated and was temporarily repaired while engineered plans for its replacement were being prepared. The planned renewal of the culvert will be carried out in conjunction with the forcemain renewal.

TENDER RESULTS

Tenders closed on August 6, 2019 with the following results, including HST:

1. Galbraith Construction Ltd., Saint John, NB	\$ 307,510.00
2. Fairville Construction Ltd., Saint John, NB	\$ 357,270.50
3. TerraEx Inc., Saint John, NB	\$ 412,165.75

The Engineer's estimate for the work was \$295,813.35 including HST.

ANALYSIS

The tenders were reviewed by staff and all were found to be formal in all respects. Staff is of the opinion that the low tenderer has the necessary resources and expertise to perform the work, and recommend acceptance of their tender.

FINANCIAL IMPLICATIONS

The Contract includes work that is charged against the Water and Sewerage Utility Fund Capital Program. Assuming award of the Contract to the low tenderer, an analysis has been completed which includes the estimated amount of work that will be performed by the Contractor and Others.

The analysis is as follows:

Budget	\$ 383,000.00
Project net cost	\$ 303,345.00
Variance (Surplus)	\$ 79,655.00

POLICY – TENDERING OF CONSTRUCTION CONTRACTS

The recommendation in this report is made in accordance with the provisions of Council's policy for the tendering of construction contracts, the City's General Specifications and the specific project specifications.

STRATEGIC ALIGNMENT

This report aligns with Council's Priority for Valued Service Delivery, specifically as it relates to investing in sustainable City services and municipal infrastructure.

SERVICE AND FINANCIAL OUTCOMES

The renewal of the X Station culvert is essential for access to critical infrastructure. This access is crucial for maintenance and reducing the likelihood of future, large-scale service disruptions and environmental impacts due to infrastructure failures.

This project will be completed within the original approved financial budget.

INPUT FROM OTHER SERVICE AREAS AND STAKEHOLDERS

N/A

ATTACHMENTS

N/A