

COUNCIL REPORT

M&C No.	2019-34
Report Date	February 15, 2019
Meeting Date	February 25, 2019
Service Area	Saint John Water

His Worship Mayor Don Darling and Members of Common Council

SUBJECT: Contract 2019-12: Ellerdale Street – 200mm Water Main

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. 2019-12: Ellerdale Street – 200mm Water Main be awarded to the low Tenderer, Galbraith Construction Ltd., at the tendered price of \$635,170.30 (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 2019-12: Ellerdale Street – 200mm Water Main to the low Tenderer.

PREVIOUS RESOLUTION

July 30, 2018; (M&C 2018-219) 2019 Water & Sewerage Utility Fund Capital Program approved.

REPORT

BACKGROUND

The approved 2019 Water and Sewerage Utility Fund Capital Program includes funding for the installation of a new 200mm water main on Ellerdale Street, between Valley Street and Margaret Street, to facilitate the removal of services from the 400mm Concrete Pressure Pipe (CPP) transmission main, and repair the holes where the services were removed.

TENDER RESULTS

Tenders closed on February 14, 2019 with the following results, including HST:

- | | |
|---|---------------|
| 1. Gailbraith Construction Ltd., Saint John, NB | \$ 635,170.30 |
| 2. TerraEx Inc., Saint John, NB | \$ 651,216.25 |
| 3. NRB Construction Company Limited, Saint John, NB | \$ 664,815.00 |
| 4. Fairville Construction Ltd., Saint John, NB | \$ 687,320.50 |
| 5. Maguire Excavating Ltd., Saint John, NB | \$ 743,391.63 |

The Engineer's estimate for the work was \$667,480 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 2019 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	\$ 650,000.00
Project net cost	\$ 611,900.00
Variance (Surplus)	\$ 38,100.00

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 new 200mm water main is required to service the properties in the project area that are currently serviced from the 400mm transmission main. The relocation of the services will reduce the likelihood of future, large-scale service disruptions 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