

COUNCIL REPORT

M&C No.	2019-90
Report Date	April 15, 2019
Meeting Date	April 23, 2019
Service Area	Finance and Administrative Services

His Worship Mayor Don Darling and Members of Common Council

SUBJECT: COAST GUARD SITE DEMOLITION – PHASE II

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>Samir Yammine</i>	<i>Ian Fogan/Kevin Fudge</i>	<i>John Collin</i>

RECOMMENDATION

It is recommended that the tender submitted by Galbraith Construction Ltd, for the Coast Guard Demolition- Phase II, in the amount of \$347,056 plus HST be accepted. Further to the base tender amount, it is recommended that a contingency allowance be carried for this project in the amount of \$80,000 plus HST, for a total project cost of \$427,056 plus HST. Additionally, it is recommended that the Mayor and Common Clerk be authorized to execute the necessary contract documents.

EXECUTIVE SUMMARY

The purpose of this report is to seek Council's approval to award the Coast Guard Site Demolition Phase II to the lowest compliant bidder. The work consists generally of the demolition and removal of the 1-storey former helicopter hangar and 4-storey former administration building on the former Coast Guard site on Water Street in the City of Saint John. The lowest bidder has previously demolished the former Shops and Buoy Buildings on the Coast Guard site and had successfully met the City requirements.

PREVIOUS RESOLUTION

The following previous resolutions were adopted by Common Council:

1. On December 17, 2018), Common Council (M&C 2018-360) approved the following:

- Recommend to approve the transfer of \$500,000 of the projected 2018 General Operating Fund surplus to the General Operating Reserve Fund to partially fund demolition work in 2019;
 - Recommend to allocate \$500,000 approved in the 2018 Capital Budget for Growth to fund demolition work in 2019;
2. On July 9, 2018, Common Council (M&C 2018-204) Common Council resolved to award Tender No. 2018-083001T to Galbraith Construction Ltd. for the demolition of the former Shops and Buoy Buildings on the Coast Guard site and that the Mayor and Common Clerk be authorized to execute any document required to effect said demolition

REPORT

On December 17, 2018 Staff has made recommendation to Common Council that the former helicopter hangar and former administration building on the former Coast Guard site on Water Street be demolished and fund were allocated under the general operating reserve and 2018 capital budget to demolish the two buildings.

The project scope of work consists of the following:

- Demolition and removal of the 1-storey former helicopter hangar and 4-storey former administration building on the former Coast Guard site
- Work with the various stakeholders (i.e. port authority, Province of NB, Parking Commission, Police, Traffic department, utilities, etc.) to implement temporary measures to accommodate adjacent property owners and users of the project site as well as general public
- Remediation to the site at the areas of demolition and removal of temporary measures.

Work should take approximately 7-8 weeks to be completed. The completion date is expected to be June 30, 2019.

STRATEGIC ALIGNMENT

The proposed project is well aligned with Council Priorities of Growth & Prosperity as well as Vibrant City.

SERVICE AND FINANCIAL OUTCOMES

The total cost to perform coast guard site demolition – Phase II, if awarded to the lowest bidder as recommended, will be \$427,056 plus HST. This includes the \$80,000 contingency allowance.

Funding of this project is provided by the 2018 General Operating Reserve Fund and 2018 Capital Budget, which were both approved by Common Council on December 17, 2018 (M&C 2018-360).

INPUT FROM OTHER SERVICE AREAS AND STAKEHOLDERS

A public tender call was issued on Tuesday, March 19, 2019 and closed on Thursday, April 11, 2019. Five (5) companies responded to the tender call by submitting bids. The results are as follows (excluding HST):

COMPANY NAME	TENDER PRICE*
Galbraith Construction Ltd.	\$347,056
Dexter Construction Company Ltd.	\$837,000
CNF Mallet Ltee	\$744,000
Capital Demolition & Environmental Services	\$1,146,960
Debly Enterprises Ltd.	\$847,000

**Exclusive of HST*

Staff of Materials Management and Facilities Management have reviewed the tenders and have found them to be complete and formal in every regard.

Staff believes that the low tenderer has the necessary resources and expertise to perform the work, and recommend acceptance of their tender.

The above process is in accordance with the City's Procurement Policy and Materials Management support the recommendation being put forth.

ATTACHMENTS

NA