

COUNCIL REPORT

M&C No.	2019-94
Report Date	April 16, 2019
Meeting Date	April 23, 2019
Service Area	Saint John Water

His Worship Mayor Don Darling and Members of Common Council

SUBJECT: Contract 2019-02: Mecklenburg Street (Sydney Street to Wentworth Street) – Water, Sanitary and Storm Sewer Renewal and Street Reconstruction

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>Joel Landers</i>	<i>Brent McGovern / Brian Keenan</i>	<i>John Collin</i>

RECOMMENDATION

It is recommended that Contract No. 2019-02: Mecklenburg Street (Sydney Street to Wentworth Street) – Water, Sanitary and Storm Sewer Renewal and Street Reconstruction be awarded to the low Tenderer, Galbraith Construction Ltd., at the tendered price of \$1,189,001.10 (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 No. 2019-02: Mecklenburg Street (Sydney Street to Wentworth Street) – Water, Sanitary and Storm Sewer Renewal and Street Reconstruction to the low Tenderer.

PREVIOUS RESOLUTION

July 30, 2018; 2019 Water & Sewerage Utility Fund Capital Program approved

July 30, 2018; 2019 General Fund Capital Program approved

REPORT

BACKGROUND

The approved 2019 General Fund and Water and Sewerage Utility Fund Capital Program includes funding for the reconstruction of Mecklenburg Street from Sydney Street to Wentworth Street. The work involves the replacement of the existing watermain, sanitary sewer, a new storm sewer for separation, full street reconstruction including new concrete curb and sidewalk, roadway granulars, asphalt, grass median and trees. The work also includes the removal of the concrete curb bulbs at the intersections to better facilitate winter snow removal operations and bus travel.

TENDER RESULTS

Tenders closed on April 16, 2019 with the following results, including HST:

- | | |
|--|-----------------|
| 1. Galbraith Construction Ltd., Saint John, NB | \$ 1,189,001.10 |
| 2. Fairville Construction Ltd., Saint John, NB | \$ 1,246,639.68 |
| 3. Dexter Construction Company Limited, Saint John, NB | \$ 1,260,124.00 |
| 4. TerraEx Inc., Saint John, NB | \$ 1,269,766.75 |
| 5. Debly Enterprises Limited., Saint John, NB | \$ 1,646,478.00 |
| 6. Maguire Excavating Ltd., Saint John, NB | \$ 1,947,776.85 |

The Engineer's estimate for the work was \$1,416,336.21, including HST.

ANALYSIS

The tenders were reviewed by staff and all tenders were found to be formal in all respects. The tender from TerraEx Inc. contained a conflict between written and numerical bid prices that required correction in accordance with specification article 2.11 u) (ii). The tender submitted by Gulf Operators Ltd. included a qualification to the terms of the Tender Documents and was rejected by the Tender Opening Committee in accordance with General Specifications Division 2 – Instructions to Tenderers and Tendering Procedures, item 2.8.03 j). 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 General Fund and Water and Sewerage Utility Fund Capital Programs. 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	\$ 1,332,000.00
Project net cost	\$ 1,157,950.00
Variance (Surplus)	\$ 174,050.00

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 municipal infrastructure on this street is in poor condition and requires replacement. The renewal of the infrastructure will reduce the likelihood of future service disruptions to the local residents due to infrastructure failures. The storm water and sanitary sewer flows will also be separated on this section of Mecklenburg Street. In addition, this project provides the opportunity to improve the streetscape with the installation of grass medians and street trees.

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

INPUT FROM OTHER SERVICE AREAS AND STAKEHOLDERS

N/A

ATTACHMENTS

N/A