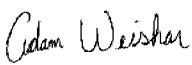
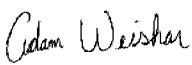
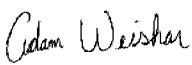





Report No:	PWD 2018-15				
Subject:	Russell Street Tender				
Recommendation:	THAT Council award the tender for Contract no. 17071 to Omega Contractors Inc. in the amount of \$976,265.80 including the nonrefundable portion of HST.				
Date to be considered by Council:	June 6, 2018 as a matter arising.				
Report Summary:	<p>Council is being asked to accept the tender from the lowest bidder for the Russell Street Sanitary Sewer Extension contract no. 17071. The lowest bidder was Omega Contractors Inc. of London, Ontario, for the amount of \$976,265.80 including the nonrefundable portion of HST.</p> <p>Tenders were prepared and reviewed by B.M. Ross and Associates.</p>				
Origin:	Servicing upgrades for Highway 9 and 21 business park				
Existing Policy:	Purchasing and Procurement Policy No. GG.2.17				
Background/Analysis:	<p>The tender came about as a result of required servicing upgrades for the business park development at Highways 9 and 21. The tendered project will include new sections of sewermain, watermain and storm sewer, as well as associated road reconstruction on Russell Street from Scott Street to the business park on the east side of Highway 21.</p> <p>The tender closed on Friday May 25, 2018 at 12:00:59 pm and the opening was held immediately following in the public hall.</p> <p>There were three plan takers with two bids received and the results were as follows including HST:</p> <table data-bbox="548 1501 1291 1606"> <tr> <td>Omega Contractors Inc.</td> <td>\$1,084,100.19</td> </tr> <tr> <td>Lavis Contracting Co. Limited</td> <td>\$1,099,758.38</td> </tr> </table> <p>The approved budgeted amount for the project is \$955,488. The total projected cost of the project is \$1,147,310.52 inclusive of the nonrefundable portion of HST, putting the project over budget by \$191,822.52. The breakdown of expenses are as follows:</p>	Omega Contractors Inc.	\$1,084,100.19	Lavis Contracting Co. Limited	\$1,099,758.38
Omega Contractors Inc.	\$1,084,100.19				
Lavis Contracting Co. Limited	\$1,099,758.38				

	<p>Engineering \$78,000</p> <p>Pump Station Review \$60,000</p> <p>Flow Monitoring \$33,000</p> <p>Contract value for Omega \$976,265.80 includes the non-refundable portion of HST.</p> <p>Two factors impacting the contract price are the drilling specs for the MTO corridor which required extended casing and controls, and the required end date prior to September due to the school being impacted by the work area.</p> <p>Staff are recommending that Council still proceed with the project as the contract values are in line with current market pricing.</p>		
<p>Community Plan and Integrated Community Sustainability Plan (ICSP) Considerations: Community Plan Public Works Initiative #4 to dedicate future financial resources to manage our existing infrastructure obligations.</p>			
<p>Financial Implications:</p>	<p>The 2018 Capital Budget includes an approved amount of \$955,488 for this phase of the project. The project is partially funded by the Bruce Telecom Dividend in the amount of \$227,650 in the capital budget, with the remaining source of funding yet to be determined. It is recommended that in the interim, the remainder of the project of \$919,660 be funded from the Water RF 68 and Sewer RF 67, with the commitment that this be recovered from future development charges.</p>		
<p>Attachments:</p>	<p>None</p>		
<p>Senior Manager's Signature</p>	<table border="1"> <tr> <td data-bbox="534 1362 1026 1457">  </td> <td data-bbox="1026 1362 1440 1457"> <p>Date: May 31, 2018</p> </td> </tr> </table>		<p>Date: May 31, 2018</p>
	<p>Date: May 31, 2018</p>		
<p>Report Approved by:</p>	<table border="1"> <tr> <td data-bbox="534 1457 1026 1593">  </td> <td data-bbox="1026 1457 1440 1593"> <p>Date: May 31, 2018</p> </td> </tr> </table>		<p>Date: May 31, 2018</p>
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