



The Corporation of the Town of Tecumseh

Public Works & Environmental Services

To: Mayor and Members of Council

From: John Henderson, Manager Engineering Services

Date to Council: February 12, 2019

Report Number: PWES-2019-08

Subject: South Talbot Road Reconstruction – Tender Award

Recommendations

It is recommended:

That the tender for the South Talbot Road Reconstruction in the amount of \$2,056,935 excluding HST **be awarded** to Amico Infrastructures Inc. and that the Mayor and Clerk be authorized to execute an agreement, satisfactory in form to the Town's Solicitor, with Amico Infrastructures Inc.;

And that project funding allocations, reflecting a \$381,040 decrease, **be adjusted** as follows:

- Road Lifecycle Reserve – decrease from \$2,330,500 to \$1,973,614
- Bridges Lifecycle Reserve – decrease from \$606,000 to \$581,846

Background

At the December 11, 2018 Regular Meeting of Council, Council approved the recommendations (Motion RCM-361/18) of PWES Report No. 2018-08 titled "2019-2023 Public Works & Environmental Services Five Year Capital Works Plan" that authorized Administration to proceed with the 2019 capital works projects including the reconstruction of a portion of South Talbot Road.

This project consists of the full reconstruction of South Talbot Road from approximately 250 metres east of County Road 9 to 400 metres east of Holden Road. The works also include the reconstruction of Road Culvert No. 46 at the South Talbot Drain and Road Culvert No. 47 at the Dickson Drain as well as a provisional item to construct a new access culvert on the South Talbot Drain.

Comments

A Tender call for the Project was advertised in the Shoreline Week and on the Town's website on January 11, 2019, along with direct notification to the Windsor Construction Association. Ten (10) tenders were received by the Purchasing Officer on January 31, 2019. The Tenders were opened publicly in Council Chambers in the presence of Administration.

Dillon Consulting Limited (Dillon) has reviewed the tenders and provided the attached report. The tender results are summarized as follows:

Tenderer	Total Tender Price (excluding HST)
Amico Infrastructures Inc.	*\$2,056,935
Shearock Construction Group Inc.	\$2,147,356
South Shore Contracting of Essex County Inc.	\$2,189,415
J&J Lepera Infrastructures Inc.	\$2,250,000
Nevan Construction Inc.	\$2,305,000
SLR Contracting Group Inc.	\$2,373,153
Coco Paving Inc.	\$2,441,077
Sherway Contracting (Windsor) Limited	\$2,488,025
Jeff Shepley Excavating Ltd.	**\$2,570,206
D'Amore Construction (2000) Ltd.	\$2,597,847

* Denotes corrected total. Original Tender Price was \$2,059,685

** Denotes corrected total. Original Tender Price was \$2,569,531

There were no major inconsistencies, omissions or unbalanced pricing found in any of the tenders.

A mathematical error was made in the tender of Amico Infrastructure Inc. and in the tender of Jeff Shepley Excavating Ltd. These mathematical errors did not impact the order of the tenders. All Tenderers submitted the required Bid Bond and acknowledged receipt of Addendum No.1.

Based on their low tender submission and subsequent discussions, Administration, in consultation with Dillon, recommends that Council award the tender for South Talbot Road Reconstruction in the amount of \$2,056,935 excluding HST to Amico Infrastructures Inc. and that the Mayor and Clerk be authorized to execute an agreement, satisfactory in form to the Town's Solicitor, with Amico Infrastructures Inc.

The Town received ERCA approval for this project on February 4, 2019.

Consultations

Financial Services
Dillon Consulting Limited

Financial Implications

PWES Report No. 2018-08 provided an estimated project cost of \$2,936,500 and funding approval as follows:

South Talbot Road Reconstruction and Replacement of Culverts No. 46 and No. 47:

Lifecycle Reserve Fund	Amount
Road Lifecycle Reserve	\$2,330,500
Bridges Lifecycle Reserve	\$606,000
Total	\$2,936,500

The tendered/projected costs are summarized below:

Cost Item	Amount
Construction (tender)	\$2,056,935
Engineering	\$378,000
Topographic and Legal Survey	\$8,400
ERCA Application Fee	\$1,500
Tender Advertisement	\$400
Hydrovac Excavations	\$4,900
Utility Modifications	\$31,325
Geotechnical Quality Assurance	\$29,800
Sub-total	\$2,511,260
Non-rebateable HST (1.76%)	\$44,200
Total	\$2,555,460

The total tendered/projected cost is under the \$2,936,500 budget by \$381,040, as detailed in the table below:

South Talbot Road	Project Budget	Tendered / Projected	Change
Road LC	\$2,330,500	\$1,973,614	-\$356,886
Bridge LC	\$606,000	\$581,846	-\$24,154
Totals	\$2,936,500	\$2,555,460	-\$381,040

Administration recommends that project funding allocations, reflecting a \$381,040 decrease, be adjusted as follows:

- Road Lifecycle Reserve – decrease from \$2,330,500 to \$1,973,614
- Bridges Lifecycle Reserve – decrease from \$606,000 to \$581,846

Link to Strategic Priorities

Applicable	2017-18 Strategic Priorities
<input type="checkbox"/>	Make the Town of Tecumseh an even better place to live, work and invest through a shared vision for our residents and newcomers.
<input checked="" type="checkbox"/>	Ensure that the Town of Tecumseh's current and future growth is built upon the principles of sustainability and strategic decision-making.
<input type="checkbox"/>	Integrate the principles of health and wellness into all of the Town of Tecumseh's plans and priorities.
<input checked="" type="checkbox"/>	Steward the Town's "continuous improvement" approach to municipal service delivery to residents and businesses.
<input type="checkbox"/>	Demonstrate the Town's leadership role in the community by promoting good governance and community engagement, by bringing together organizations serving the Town and the region to pursue common goals.

Communications

Not applicable ☒

Website ☐

Social Media ☐

News Release ☐

Local Newspaper ☐

This report has been reviewed by Senior Administration as indicated below and recommended for submission by the Chief Administrative Officer.

Prepared by:

John Henderson, P.Eng.
Manager Engineering Services

Reviewed by:

Phil Bartnik, P.Eng.
Director Public Works & Environmental Services

Reviewed by:

Luc Gagnon, CPA, CA, BMath
Director Financial Services & Treasurer

Recommended by:

Tony Haddad, MSA, CMO, CPFA
Chief Administrative Officer

Attachment Number	Attachment Name
1	2019-02-04 South Talbot Road Tender Award Recommendation