



TOWN OF MINTO

DATE: June 2, 2016

REPORT TO: Mayor and Council

FROM: Brian Hansen Public Works Director, Gordon Duff Treasurer

SUBJECT: Tender Results for Jane St. and Inkerman St. in Palmerston

STRATEGIC PLAN:

5.7 Adopt and maintain fair and transparent procurement policies and by-laws to ensure the Town receives competitive pricing on tenders and proposals, and that local business has equal opportunity to submit bids.

BACKGROUND

At the May 17 meeting Council was advised of the timing around award of the tender for this project. A resolution was passed appointing a Tender Review Committee to meet and consider the bids so long as the project came in below a budget of \$1.45 million net of HST. Two tenders were received May 26, 2016 and the results are as follows:

Hanna & Hamilton Construction.....	Tender Price - \$1,497,104.04 (\$1,813,988.00)
Moorefield Excavating Ltd.....	Tender Price - \$1,953,700.90

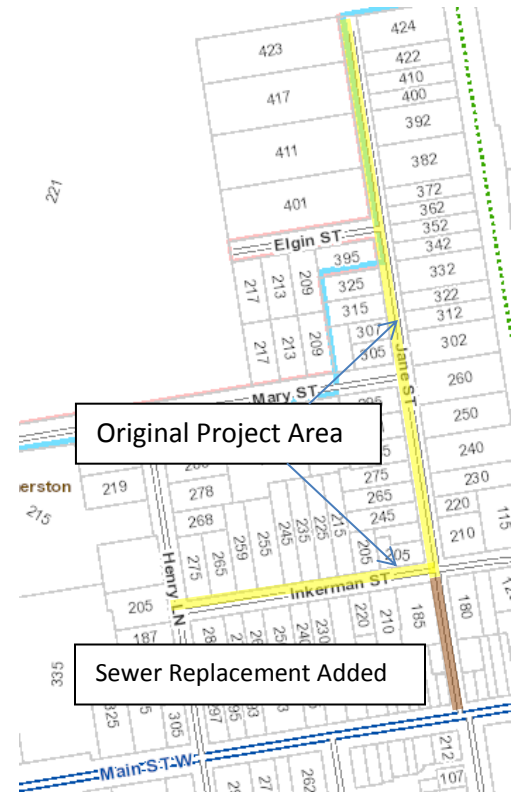
The price in brackets is the actual price after Triton Engineering checked the bid for errors and omissions. Since both bids were above the maximum amount allowed for the award Committee, staff confirmed with the Province that Council could award after the May 31 deadline.

COMMENTS:

The project is over budget mainly due to adding replacement of the sanitary sewer on Jane between Inkerman and Main Street. During detailed design it was determined the sanitary sewer in this section should be replaced adding about \$140,000 to overall project cost. The Public Works Department and Triton Engineering recommend this section of sewer be replaced as part of this project.

FINANCIAL CONSIDERATIONS:

The 2016 budget for this project is \$1,786,000 of which \$1,295,896 is covered by Ontario Community Infrastructure Funding. Triton estimates the total project including fees, contingency and net HST is \$2,048,537.57. The contingency is \$75,000. Without the added section of sanitary sewer and the contingency the project is much closer to the original estimated budget. The Treasurer will adjust the funding model to reflect the added work if Council wishes it to be included.



RECOMMENDATION:

THAT Council receives the Public Works Director and Treasurers June 2 report regarding Tender Results for Jane St. and Inkerman St. in Palmerston, and that the project be awarded to Hannah and Hamilton at a price of \$1,813,988 which includes the added scope of sanitary sewer work recommended by Triton Engineering funded from the appropriate combination of grants, borrowing and reserves as determined by the Treasurer.

Brian Hansen
Public Works Director

Gordon Duff
Treasurer