Minute No. 298
Report – Standing Policy Committee on Infrastructure Renewal and Public Works – April 5, 2016

Item No. 1 **2016 Regional Street Renewal Program – Pembina Highway Southbound and Northbound Rehabilitation – Grant Avenue to Osborne Street and 2015/2016 Regional Street Renewal Program – St. James Street Reconstruction – Maroons Road to Portage Avenue**

COUNCIL DECISION:

Council concurred in the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works and adopted the following:

1. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000, associated with 2016 Regional Street Renewal Program – Pembina Highway Southbound and Northbound Rehabilitation – Grant Avenue to Osborne Street, upon adoption of the 2016 Preliminary Capital Budget to a maximum amount of $9,000,000.

2. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000, associated with 2015/2016 Regional Street Renewal Program – St. James Street Reconstruction – Maroons Road to Portage Avenue, upon adoption of the 2016 Preliminary Capital Budget to a maximum amount of $7,500,000.

3. That the Winnipeg Public Service provide a verbal report to the Standing Policy Committee on Infrastructure Renewal and Public Works at its May 31, 2016 meeting with the final amount of both construction contracts.

4. That the Proper Officers of the City be authorized to do all things necessary to implement the foregoing.

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – April 5, 2016

DECISION MAKING HISTORY:

Moved by Councillor Lukes,

That the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works be adopted by consent.

Carried

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On April 13, 2016, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works, and submitted the matter to Council.

STANDING COMMITTEE RECOMMENDATION:

On April 5, 2016, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the recommendation of the Winnipeg Public Service and submitted the following to Council:

1. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000, associated with 2016 Regional Street Renewal Program – Pembina Highway Southbound and Northbound Rehabilitation – Grant Avenue to Osborne Street, upon adoption of the 2016 Preliminary Capital Budget to a maximum amount of $9,000,000.

2. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000, associated with 2015/2016 Regional Street Renewal Program – St. James Street Reconstruction – Maroons Road to Portage Avenue, upon adoption of the 2016 Preliminary Capital Budget to a maximum amount of $7,500,000.

3. That the Winnipeg Public Service provide a verbal report to the Standing Policy Committee on Infrastructure Renewal and Public Works at its May 31, 2016 meeting with the final amount of both construction contracts.

4. That the Proper Officers of the City be authorized to do all things necessary to implement the foregoing.

ADMINISTRATIVE REPORT

Title: **2016 REGIONAL STREET RENEWAL PROGRAM – PEMBINA HIGHWAY SOUTHBOUND AND NORTHBOUND REHABILITATION – GRANT AVENUE TO OSBORNE STREET AND 2015/2016 REGIONAL STREET RENEWAL PROGRAM – ST. JAMES STREET RECONSTRUCTION – MAROONS ROAD TO PORTAGE AVENUE – Delegation of Authority to Award Contracts Exceeding $5,000,000**

Critical Path: **Standing Policy Committee on Infrastructure Renewal and Public Works; Executive Policy Committee; Council**

AUTHORIZATION

Author	Department Head	CFO	CAO
B. Neirinck, P. Eng.	L. P. Deane, P. Eng.	M. Ruta	D. McNeil

RECOMMENDATIONS

1. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000, associated with 2016 Regional Street Renewal Program – Pembina Highway Southbound and Northbound Rehabilitation – Grant Avenue to Osborne Street, upon adoption of the 2016 Preliminary Capital Budget to a maximum amount of $9,000,000.

2. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000, associated with 2015/2016 Regional Street Renewal Program – St. James Street Reconstruction – Maroons Road to Portage Avenue, upon adoption of the 2016 Preliminary Capital Budget to a maximum amount of $7,500,000.

3. That the Proper Officers of the City be authorized to do all things necessary to implement the foregoing.

REASON FOR THE REPORT

Pursuant to B8.2 of the City of Winnipeg's Materials Management Policy, the Chief Administrative Officer is delegated the authority to award a contract where the value of the contract does not exceed $5,000,000 and there are sufficient funds in a budget approved by Council.

The Materials Management Policy further provides that in all other cases, the Chief Administrative Officer shall forward a recommendation to the appropriate Standing Committee including a recommendation, where appropriate, for funding the difference between the budgetary provision and the consideration to be paid by the City pursuant to the proposed contract. The award of the contract by the Chief Administrative Officer can be approved by the Standing Committee if there are sufficient funds for the monetary consideration to be paid by the City in a budget therefor approved by Council, or if the Standing Committee identifies sufficient

available funds in an alternative budget approved by Council to cover the difference between the budgetary provision and the monetary consideration to be paid by the City.

The Standing Policy Committee on Infrastructure Renewal and Public Works does not have authority to delegate its Materials Management Policy award authority to an employee. However, pursuant to The City of Winnipeg Charter, Council has authority to delegate any of its administrative powers, duties or functions to an employee.

EXECUTIVE SUMMARY

The Public Works Department is recommending that the Chief Administrative Officer be delegated the authority to award construction contracts exceeding $5,000,000, associated with 2016 Regional Street Renewal Program – Pembina Highway Southbound and Northbound Rehabilitation – Grant Avenue to Osborne Street and 2015/2016 Regional Street Renewal Program – St. James Street Reconstruction – Maroons Road to Portage Avenue, within the Council approved budget.

IMPLICATIONS OF THE RECOMMENDATIONS

The purpose of the recommendations is to expedite the award process for the construction contracts associated with the Pembina Highway Southbound and Northbound Rehabilitation – Grant Avenue to Osborne Street and the St. James Street Reconstruction – Maroons Road to Portage Avenue projects.

For the Pembina Highway rehabilitation project this will allow the work to commence as early as possible in the 2016 road construction season and allow the contractor sufficient time to complete the first phase of the project in 2016.

For the St. James Street reconstruction project this will allow the work to commence by June 1, 2016. If the road construction contract does not commence by this date the work cannot be realistically completed within the 2016 construction season and may be delayed to 2017 as a result.

Upon approval of the recommendations, the Chief Administrative Officer will be able to approve an award of contract to the successful bidder without further Standing Policy Committee or City Council approval, thereby avoiding potential delays to project timelines and potential increased project costs.

HISTORY / DISCUSSION

The 2015 Capital Budget adopted by Council on March 23, 2015 included funding for the 2015 Regional and Local Street Renewal Program in the amount of $103,292,000, with $5,000,000 for St. James Street Reconstruction – Maroons Road to Ness Avenue and Ness Avenue to Portage Avenue.

The 2016 Preliminary Capital Budget which is anticipated to be adopted by Council on March 22, 2016 includes funding for the 2016 Regional and Local Street Renewal Program in the amount of $105,161,000 with $11,700,000 for Pembina Highway Southbound and Northbound Rehabilitation – Grant Avenue to Osborne Street and $7,300,000 for St. James Street Reconstruction – Maroons Road to Ness Avenue and Ness Avenue to Portage Avenue.

The St. James Street Reconstruction project had $5,000,000 budgeted in 2015 for design related to the water main renewal and pavement reconstruction, and for completion of the water main renewal in 2015. The water main renewal was completed in 2015. $7,300,000 in funds is budgeted for the pavement reconstruction works in 2016.

For the Pembina Highway Rehabilitation, Preliminary Design was completed in early 2016 and Detailed Design is ongoing. The first phase of construction is scheduled to take place during the 2016 construction season and includes the southbound lanes of Pembina Highway. The second phase of construction is scheduled to take place during the 2017 construction season and includes the northbound lanes of Pembina Highway. Both phases of construction are to be awarded in one contract.

Advertising of the construction contracts for both projects is expected to occur in April 2016.

Award of a contract by a standing committee of Council can take four to eight weeks, depending on the bid opportunity submission deadline date relative to committee meetings. Approval of a contract award by the Chief Administrative Officer can be accomplished considerably quicker.

FINANCIAL IMPACT

Financial Impact Statement

Date: March 9, 2016

Project Name:

2016 Regional Street Renewal Program - Pembina Highway Southbound and Northbound Rehabilitation - Grant Avenue to Osborne Street and 2015/2016 Regional Street Renewal Program - St. James Street Reconstruction - Maroons Road to Portage Avenue - Delegation of Authority to Award Contracts Exceeding $5,000,000

COMMENTS:

There is no financial impact associated with the recommendations of this report.

Costs associated with the construction contracts are unknown at this time. The report recommends that authorization be given to the Chief Administrative Officer to award construction contracts once the project budgets have been adopted by Council.

The awards are estimated to exceed $5,000,000 and are for projects included in the 2016 Preliminary Capital Budget as part of the 2016 Regional and Local Street Renewal Program for the Pembina Highway Southbound and Northbound Rehabilitation - Grant Avenue to Osborne Street to a maximum of $9,000,000 as per recommendation 1 and for St. James Street Reconstruction - Maroons Road to Portage Avenue to a maximum of $7,500,000 as per recommendation 2.

"Original signed by D. Stewart, CA"
D. Stewart, CA
Manager of Finance & Administration

CONSULTATION

In preparing this Report there was consultation with: N/A

OURWINNIPEG POLICY ALIGNMENT

01-3 Prosperity (Direction 1): Provide Efficient and Focused Civic Administration and Governance
>Continuously pursue innovative, streamlined service delivery and decision-making process.

SUBMITTED BY

Department:	Public Works
Division:	Engineering
Prepared by:	C. Titchkosky, C.E.T. / R. Cunningham, P. Eng.
Processed by:	K. Ross /J. Curti
Date:	February 23, 2016
File No.:	15-C-02, 16-C-07