Minutes – Executive Policy Committee – June 7, 2017

Report – Standing Policy Committee on Infrastructure Renewal and Public Works – May 30, 2017

Item No. 5 2017 Regional and Local Street Renewal Program – Industrial/Commercial Roads and Ellice Avenue Rehabilitation/Reconstruction – Delegation of Authority to Award Contracts Exceeding $5,000,000

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works and submitted the following to Council:

1. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000.00, associated with the 2017 Local Street Renewal Program – Industrial/Commercial Roads, up to a maximum amount of $9,500,000.00

2. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000.00, associated with the 2017 Regional Street Renewal Program – Ellice Avenue Rehabilitation and Reconstruction – Erin Street to Arlington Street, up to a maximum amount of $7,500,000.00

3. 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 – May 30, 2017

DECISION MAKING HISTORY:

Moved by Councillor Morantz,

That the recommendation of the Standing Policy Committee on Infrastructure Renewal and Public Works be concurred in and forwarded to Council.

Carried

STANDING COMMITTEE RECOMMENDATION:

On May 30, 2017, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the recommendation of the Winnipeg Public Service and submitted the matter to the Executive Policy Committee and Council.

ADMINISTRATIVE REPORT

Title: 2017 Regional and Local Street Renewal Program – Industrial/Commercial Roads and Ellice Avenue Rehabilitation/Reconstruction – 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

EXECUTIVE SUMMARY

The Public Service is recommending that the Chief Administrative Officer be delegated the authority to award two construction contracts, each exceeding $5,000,000.00, associated with the 2017 Regional and Local Streets Program for the Industrial/Commercial Road program and for the Ellice Avenue Rehabilitation/Reconstruction project, within the Council approved budget.

The purpose of the recommendations is to expedite the award process for the construction contracts associated with the 2017 Regional and Local Streets Program for the Industrial/Commercial Road program and for the Ellice Avenue Rehabilitation/Reconstruction project.

For both projects, this will allow the work to commence as early as possible in the 2017 road construction season and allow the contractor sufficient time to complete the majority of work in the 2017 season.

RECOMMENDATIONS

1. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000.00, associated with the 2017 Local Street Renewal Program – Industrial/Commercial Roads, up to a maximum amount of $9,500,000.00

2. That the Chief Administrative Officer be delegated the authority to award a construction contract exceeding $5,000,000.00, associated with the 2017 Regional Street Renewal Program – Ellice Avenue Rehabilitation and Reconstruction – Erin Street to Arlington Street, up to a maximum amount of $7,500,000.00

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 Materials Management Policy, the Chief Administrative Officer is delegated the authority to award a contract where the value of the contract does not exceed $5,000,000.00 and there are sufficient funds in a budget approved by Council. Pursuant to The City of Winnipeg Charter, Council has the authority to delegate certain of its administrative powers, duties or functions to an employee.

IMPLICATIONS OF THE RECOMMENDATIONS

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 delays to project timelines and potential increased project costs.

HISTORY/DISCUSSION

The Regional and Local Street Renewal Program is the annual capital street renewal program of the Public Works Department's Capital budget, as adopted by Council.

The 2017 Capital Budget adopted by City Council on December 13, 2016, includes funding for Regional and Local Street Renewals in the amount of $105,180,000.00, with a total of

1. $8,600,000.00 for Ellice Avenue Rehabilitation/Reconstruction between Erin Street and Arlington Street; and

2. $10,425,416.00 for the Industrial/Commercial Road Rehabilitation/Reconstruction locations as follows:
    a. Beghin Ave – DeBaets St to Dugald Rd. $1,725,360.00
    b. Bournais Dr. – Dugald Rd to CNR Redditt $1,532,160.00
    c. DeBaets St. – Beghin Ave to Paquin Rd. $1,778,112.00
    d. Paquin Rd. (E. Leg) – DeBaets St. to Paquin Rd. S. Leg $1,068,480.00
    e. St. Matthew Avenue – Ferry Rd. to Century St. $4,321,304.00

For both projects – Ellice Avenue Rehabilitation/Reconstruction and the Industrial/Commercial Road Rehabilitation/Reconstruction locations, the professional consulting services have been awarded and design is ongoing. The budget amounts shown above identify the total estimated project cost which includes construction, engineering, overheads and, where necessary, utility relocations and property acquisition.

Bid Opportunities for construction are expected to be advertised by mid-May for Ellice Avenue and mid-June for the Industrial/Commercial Roads, with tender closings at the end of May for Ellice Avenue and at the end of June for Industrial/Commercial Roads.

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 may be accomplished at an earlier date, allowing an earlier construction start.

FINANCIAL IMPACT

Financial Impact Statement

Date: April 19, 2017

Project Name:

2017 Regional and Local Street Renewal Program - Industrial/Commercial Roads and Ellice Avenue Rehabilitation/Reconstruction - Delegation of Authority to Award Contracts Exceeding $5,000,000

COMMENTS:

There is no financial impact related to the recommendation of this report.

"Original signed by J. Ruby, CPA, CA"
J. Ruby, CPA, CA
Manager of Finance & Administration

CONSULTATION

This Report has been prepared in consultation with: Legal Services Department (as to legal issues)

OURWINNIPEG POLICY ALIGNMENT

N/A

SUBMITTED BY

Department: Public Works
Division: Engineering
Prepared by: B. Konzelman, P.Eng.
Date: April 10, 2017
File No: 17-RI-01, 17-C-05