Agenda - Council - May 19, 2004

Report - Standing Policy Committee on Public Works - May 4, 2004

Item No. 1 Award of Contract - Equipment Services for the Brady Road Sanitary Landfill
File GL-9

STANDING COMMITTEE RECOMMENDATION:

On May 12, 2004, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Public Works and submits the following to Council:

1. That a multi-year contract for Bid Opportunity No. 55-2004 be awarded to Hugh Munro Construction Ltd., the lowest evaluated responsive bidder meeting the specifications in the amount of $2,325,000.00 plus GST and MRST for the period of July 1, 2004 to June 30, 2007.

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

Report - Standing Policy Committee on Public Works - May 4, 2004

DECISION MAKING HISTORY:

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On May 12, 2004, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Public Works and submitted the matter to Council.

STANDING COMMITTEE RECOMMENDATION:

On May 4, 2004, the Standing Policy Committee on Public Works concurred in the administrative recommendation and submitted the matter to the Executive Policy Committee and Council.

Re: AWARD OF CONTRACT FOR EQUIPMENT SERVICES FOR THE BRADY ROAD SANITARY LANDFILL FOR THE PERIOD JULY 1, 2004 TO JUNE 30, 2007, BID OPPORTUNITY NO. 55-2004

FOR SUBMISSION TO: THE STANDING POLICY COMMITTEE ON PUBLIC WORKS

ORIGINAL REPORT SIGNED BY: The Director of the Water and Waste Department

REPORT DATE: April 27, 2004

RECOMMENDATION(S):

That a multi-year contract for Bid Opportunity No. 55-2004 be awarded to Hugh Munro Construction Ltd., the lowest evaluated responsive bidder meeting the specifications in the amount of $2,325,000.00 plus GST and MRST for the period of July 1, 2004 to June 30, 2007.

Report Summary

KEY ISSUES: This award is for a multi-year contract worth over $1,000,000.00.

IMPLICATIONS OF THE RECOMMENDATION(S):

General Implications

	None
	For the organization overall and/or for other departments
	For the community and/or organizations external to the City of Winnipeg
X	Involves a multi-year contract

Comment: The term of this contract is from July 1, 2004 to June 30, 2007.

Policy Implications

X	No
	Yes - Comment(s):

Environmental Implications

X	No
	Yes - Comment(s):

Human Resources Implications

X	No
	Yes - Comment(s):

Financial Implications

X	Within approved current and/or capital budget
	Current and/or capital budget adjustment required

Comment: Funds for future years are not in an approved budget.

REPORT

REASON FOR THE REPORT:

The award of a multi-year contract must be authorized by Council in accordance with Section B8.2.3 of the City of Winnipeg Materials Management Policy, which states that the appropriate Standing Committee shall forward a recommendation to Council including where appropriate, a recommendation for funding the difference between the budgetary provision and the monetary consideration to be paid by the City pursuant to the proposed contract.

HISTORY:

Funds for the supply of equipment services are included in the 2004 Current Budget identified as Real Property Contracts-Construction and Maintenance, Account Number 445-524040-201904. Funds for subsequent years of the contract will be included in subsequent annual Current Budgets.

DISCUSSION:

The work of this contract consists of the leveling and compacting of garbage, and the excavating, transporting and spreading of cover and cap material on top of the garbage at the Brady Road Landfill.

The Bid Opportunity closed on April 18, 2004, with bids being received as follows:

Hugh Munro Construction Ltd.	$2,325,000.00
Edie Construction Ltd.	$2,330,400.00
Taillieu Construction Ltd.	$2,534,250.00
H. Baudry Construction (1980) Ltd.	$2,564,550.00
Tri-Line Construction Ltd.	$4,446,250.00

Engineering and Solid Waste Services Division staff of this Department are satisfied that the low Bidder has the necessary resources to perform all of the work in accordance with the requirements of the specifications. The low Bidder has satisfactorily carried out previous works of a similar nature. The proposed Contractor has a (COR) Certificate of Recognition provided by the Manitoba Heavy Construction Association's Safety, Health and Environment Program.

The Manager of Materials Management Division has advised that each of the bid submissions was accompanied by a bid bond and an agreement to bond. Legal Services has certified all of the bid securities except for the bid security submitted by H. Baudry Construction (1980) Ltd, however, as the were not one of the lowest bidders, a new bid bond and agreement to bond were not obtained.

The bid recommended for acceptance is the low bid meeting all requirements of the specifications. This offer is open for acceptance until June 7, 2004.

FINANCIAL IMPACT:

The following financial impact statement for this project has been prepared in accordance with the recommendation adopted by Council on December 13, 2000.

Financial Impact Statement

Date: April 22, 2004

Project Name: **First Year of Program 2004**

EQUIPMENT SERVICES FOR THE BRADY ROAD SANITARY LANDFILL FOR THE PERIOD JULY 1, 2004 TO JUNE 30, 2007, BID OPPORTUNITY NO. 55-2004

	2004	2005	2006	2007	2008
Capital					
Capital Expenditures Required	$ -	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	-	-	-	-	-
Additional Capital Budget Required	$ -	$ -	$ -	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants (Enter Description Here)	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other - Enter Description Here	-	-	-	-	-
Total Funding	$ -	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ -				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ 399,125	$ 798,250	$ 798,250	$ 399,125	$ -
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ 399,125	$ 798,250	$ 798,250	$ 399,125	$ -
Less: Existing Budget Amounts	399,125	798,250	798,250	399,125	-
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: This is a three year contract with funds included every year in the annual Current Budget. The amount for 2004 is in an adopted Current Budget. The amounts shown in subsequent years are the amounts anticipated to be included every year in the annual Current Budget as required for this work.

je

Moira L. Geer C.A.
Manager of Finance & Administration

IN PREPARING THIS REPORT THERE WAS CONSULTATION WITH AND CONCURRENCE BY:

Corporate Services, Legal Services Division
Corporate Finance, Materials Management Branch

THIS REPORT SUBMITTED BY:

Water and Waste Department
Solid Waste Division
Prepared by: John Elias, C.E.T.
Processed by: Shirley Teranishi
File No. G/94

JE:km

Attachment

c: Manager of Legal Services/City Solicitor, Corporate Services Department
Manager of Materials, Corporate Finance Department
N. Vollrath, Finance and Administration, Water and Waste Department
J. Elias, C.E.T., Water and Waste Department

THE CITY OF WINNIPEG
WATER AND WASTE DEPARTMENT

BID TABULATION

FOR

EQUIPMENT SERVICES FOR THE BRADY ROAD SANITARY LANDFILL
FOR THE PERIOD JULY 1, 2004 TO JUNE 30, 2007

Bid Opportunity No. 55-2004 **File No.** G/94

Bidder	Total Bid Price	Completion Date	Deposit	Remarks
Hugh Munro Construction Ltd.	$2,325,000.00	June 30, 2007	Bid Bond	
Edie Construction Ltd.	$2,330,400.00	June 30, 2007	Bid Bond	
Taillieu Construction Ltd.	$2,534,250.00	June 30, 2007	Bid Bond	
H. Baudry Construction (1980) Ltd.	$2,564,550.00	June 30, 2007	Bid Bond	
Tri-Line Construction Ltd.	$4,446,250.00	June 30, 2007	Bid Bond	

Pre-bid Estimate	$2,420,000.00
Recommended Amount	$2,325,000.00