

Municipality Of Chatham-Kent
Infrastructure and Engineering Services
Public Works

To: Mayor and Members of Council
From: Dennis Chepeka, Manager of Public Works North
Date: February 8, 2021
Subject: Tender Award - T20-303 Maintenance Hole Cover Rehabilitation –
Community of Chatham

Recommendations:

It is recommended that:

1. The tender for contract T20-303 Maintenance Hole Cover Rehabilitation be awarded to Birnam Excavating Ltd. at a total value of \$287,987.69 (including HST).
2. The Mayor and Clerk be authorized to enter into the necessary agreement.

Background

In July 2020, an initiative was launched by the Public Works Department to identify maintenance holes located on main arterial roads within the Community of Chatham that were in need of repairs due to heaving or settlement. The list was compiled through routine patrols and from citizen reports to the municipal call centre.

Comments

In accordance with the Purchasing By-law, a project was advertised on the Municipal website on September 15, 2020 for the supply of all labour, materials and equipment required to reconstruct/rehabilitate 162 existing maintenance hole covers within the Community of Chatham. Repair work is expected to start in the spring of 2021.

Tenders were called and received by the Purchasing Officer on October 1, 2020. Six bids were forwarded to the Manager of Public Works North for review.

The results were as follows:

| Rank | Company Name | Amount (including H.S.T.) |
|-------------|---|--------------------------------------|
| 1. | Birnam Excavating Ltd., Arkona ON | \$287,987.69 |
| 2. | Armstrong Paving and Materials Group Ltd., St. Marys ON | \$322,122.16 |

| Rank | Company Name | Amount (including H.S.T.) |
|------|--|------------------------------|
| 3. | Clarke Construction Inc., Blenheim ON | \$458,328.00 |
| 4. | Intrepid General Ltd., Belle River ON | \$459,551.79 |
| 5. | Henry Heyink Construction Ltd., Chatham ON | \$490,465.20 |
| 6. | DiCocco Contractors 2015 Ltd., Sarnia ON | \$915,300.00 |

Public Works has reviewed the submissions and all were found to be complete and mathematically correct. Accordingly, it is recommended that the contract be awarded to the low bidder, Birnam Excavating Ltd. of Arkona, Ontario.

Areas of Strategic Focus and Critical Success Factors

The recommendations in this report support the following areas of strategic focus:

Economic Prosperity:

Chatham-Kent is an innovative and thriving community with a diversified economy

A Healthy and Safe Community:

Chatham-Kent is a healthy and safe community with sustainable population growth

People and Culture:

Chatham-Kent is recognized as a culturally vibrant, dynamic, and creative community

Environmental Sustainability:

Chatham-Kent is a community that is environmentally sustainable and promotes stewardship of our natural resources

The recommendations in this report support the following critical success factors:

Financial Sustainability:

The Corporation of the Municipality of Chatham-Kent is financially sustainable

Open, Transparent and Effective Governance:

The Corporation of the Municipality of Chatham-Kent is open, transparent and effectively governed with efficient and bold, visionary leadership

Has the potential to support all areas of strategic focus & critical success factors

Neutral issues (does not support negatively or positively)

Consultation

The General Manager of the Chatham-Kent PUC, the Manager of Infrastructure Services, and the municipal Purchasing Officer were consulted in the preparation of this report.

Financial Implications

Of the 162 maintenance hole covers identified for repair, 93 units were confirmed as assets owned by the Chatham-Kent Public Utilities Commission (PUC). As such, the PUC has agreed (at Commission) to fund repairs from the 2021 Sanitary Sewer Lifecycle budget. The remaining 69 units will be funded from the 2021 Storm Sewer Lifecycle budget.

The project summary is set out in the following table:

| Description | Total |
|--|----------------------|
| A) Project Costs | |
| Project Total (including HST) | \$ 287,987.69 |
| Less: HST Rebate (11.24%) | (28,645.85) |
| Total Project Costs | \$ 259,341.84 |
| B) Project Funding | |
| 2021 Storm Sewer Lifecycle Budget | \$110,101.64 |
| 2021 Sanitary Sewer Lifecycle Budget (PUC) | 149,240.20 |
| Total Project Funding | \$259,341.84 |

Prepared by:

Dennis Chepeka, CET
Manager, Public Works North

Reviewed by:

Ryan Brown, P.Eng.
Director, Public Works

Reviewed by:

Thomas Kelly, P.Eng., MBA
General Manager
Infrastructure and Engineering Services

Consulted and confirmed the content of the consultation section of the report by:

Jennifer Scherle
Purchasing Officer
Financial Services

Attachments: None

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