

**STAFF REPORT:           ENGINEERING & PUBLIC WORKS SOLID WASTE DIVISION**



**REPORT TO:**           Infrastructure & Recreation Committee  
**MEETING DATE:**    April 13, 2010  
**REPORT NO.:**        EPW.10.043  
**SUBJECT:**           Award of Waste Receiving Area  
                              Construction  
  
**PREPARED BY:**     Jeffery Fletcher, Manager of Solid Waste and  
                              Environmental Initiatives

**A. Recommendations**

THAT Council receive Report EPW.10.043 entitled “Award of Waste Receiving Area Construction”; and

THAT Council approve the award of Construction of a Receiving Area at the Waste Disposal Site to Seeley and Arnill Construction for an amount of \$239,596.55 excluding GST; and

THAT Council authorize the Mayor and Clerk to execute the Contract related to Tender 2010-10-T-EPW.

**B. Background**

As a result of a successful application to the Provincial MIII fund in 2008, Town Staff established a Capital Project to design and construct a new waste receiving area at the Town Disposal Site. Design work was completed in late 2009 by C.C. Tatham and Associates. The construction tender was released this March and closed March 25<sup>th</sup>, 2010.

Tender documents were provided to eleven contractors and suppliers during the three-week tender period. A record of plan takers was maintained by the Town. Tenders were received at the Clerk’s office up to 2:00 p.m. on Thursday, March 25, 2010. Submissions were received from eight bidders as shown on Attachment 1. All tenders were opened publicly and results read by Town staff.

Our pre-tender construction cost estimate for the works was \$337,575.00 including an allowance of \$30,000 for contingencies (excluding engineering and GST). A summary of tenders received, including the low tender price, is provided in attachment 1. The three low tender prices were checked for mathematical errors and no corrections were necessary. The low bid was from Seeley and Arnill Construction for \$239,596.55 excluding GST. The tenders are valid for a 60-day period, ending on May 24, 2010. The tender submitted by the lowest bidder, Seeley & Arnill Construction, was found to be complete in all respects with no irregularities. The tender price submitted by Seeley & Arnill Construction is lower than the pre-tender cost estimate by \$97,977.45 (40%).

The lowest bidder, Seeley & Arnill Construction, has completed projects of a similar nature and scope over the past three years as evidenced by the Ability and Experience form submitted with their tender. Tatham contacted references and received positive responses with respect to their ability and quality of work. Tatham and Town Staff consider Seeley & Arnill Construction to be suitably, experienced and capable of performing the work within the stipulated timelines.

### **Timeline**

A Start Work Order could be issued as early as May 10, 2010, with a planned completion including all restoration by July 9, 2010.

The Certificate of Approval for the Receiving Area is anticipated to be issued by the Ministry of the Environment before April 9th, 2010. No other approvals are outstanding.

### **Additional Works**

As a result of the tender price being 40% lower than the budgeted cost estimate, Town Staff are proposing to investigate options for additional works. A number of options in the original design considerations were deleted from the tender drawings to reduce costs. Town Staff will review the most practical options to reintroduce into project and return to Committee and Council with a proposal.

A large portion of the related funding for this project is would be lost back the funder, if not used on this project. As a result Town staff plan on maximising the available funding.

## **C. The Blue Mountains' Strategic Plan**

This activity will assist in meeting the Town's Strategic Plan Goal #2, *addressing the Town's municipal infrastructure needs.*

## **D. Environmental Impacts**

The provincial policy for municipal waste diversion is 60% by 2008. This new infrastructure will assist the Town in realizing that diversion target. The Town has developed a Waste Diversion Plan (July 2008) and 60% has been developed as a waste diversion goal. An increased focus on waste sorting, which will be achieved by the new receiving area, will move the Town closer to the 60% goal.

## E. Budget Impact

Currently the project is in a positive financial situation with a surplus of \$52,338. This project is provincially funded from both the Municipal Infrastructure Investment Initiative (\$320,352) and Gas Tax (\$90,131) and is not tax base funded.

As stated above Town Staff will be proposing in a future report additional work such as: installing concrete bin aprons and paving critical areas of the receiving area with the budget surplus as outlined in the table below:

Item	Actual Costs	2010 Capital Budget
Engineering	\$74,448	\$74,448
Construction	\$239,597	\$291,935
Equipment	\$44,100	\$44,100
<b>Total</b>	<b>\$358,145</b>	<b>\$410,483</b>
Difference (Surplus)		<b>(\$52,338)</b>

## F. Attached

1. Tender 2010-10-T-EPW Bid Results
2. Tender 2010-10-T-EPW Tender Award Committee Recommendation to Seeley and Arnill

Respectfully submitted,

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Jeffery Fletcher  
Manager of Solid Waste and Environmental Initiatives

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Reg Russwurm  
Director of Engineering and Public Works

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# UNOFFICIAL BID RESULTS

Project Name: Tender for Construction of a Receiving Area at the Solid Waste Disposal Site

Contract Number: 2010-10-T-EPW

Closing Date: Thursday, March 25, 2010: 2:00 P.M. Local time Clerk's Office

No	Bidder	Date Tender Received	Tender Amount	Tender Deposit Received
1	Harold Sutherland Const.	March 25	\$419,807.75	yes
2	John Bravakis Enterprises			
3	Brian Dinsmore Excavating			
4	Morris Shelswell & Sons Excavating & Grading Ltd.	March 25	\$339,490.00	yes
5	B&J Contracting	March 25	\$294,080.00	yes
6	Seeley & Arnill Construction	March 25	\$239,597.55	yes
7	DBD systems Inc.			
8	Sadlers Haulage (EC King)	March 25	\$260,785.00	yes
9	SMRS Construction	March 25	\$401,875.65	yes
10	Arnott Construction Ltd.	March 25	\$309,925.00	yes
11	Maram Building Corp.	March 25	\$438,775.00	yes
12				
13				

**The above results are preliminary and no conclusion of award should be made from the information indicated above.**

**WASTE RECEIVING AREA CONSTRUCTION TENDER 2010-10-T-EPW AWARD  
TO SEELEY AND ARNILL CONSTRUCTION**

EPW.10.043  
Attachment # 2

**The Tender/Proposal Award Committee recommend that Council award the Waste Receiving Area Construction to Seeley and Arnill Construction related to Tender 2010-10-T-EPW as contained in report EPW.10.043.**

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**Reg Russwurm**  
Director of Engineering and  
Public Works

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**Robert Cummings**  
Director of Financial & Information  
Services

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**Paul Graham**  
CAO