

January 22, 2020

Report To: Mayor and Council

From: Travis Rob, Manager of Operations and Facilities

RE: Award of Tender 19-OF-18 – 2020 Scott Street Reconstruction

During the week of November 28, 2019, the Town advertised for a Tender Call for the reconstruction of Scott Street from Colonization Road East to Reid Avenue with the tender closing on Tuesday, January 14, 2020. Advertisements were placed in the Fort Frances Times, Chronicle Journal, Thunder Bay Construction Association, Winnipeg Construction Association and on the Town of Fort Frances website.

Four (4) tender packages were distributed to construction contractors and/or suppliers with for (4) Contractors submitting tender bids;

Contractor	Price (HST Included plus \$150,000.00 Contingency Allowance)
Bay City Contractors	\$5,489,144.50
George Armstrong Co.	\$5,051,359.90
Tom Veert Contracting	\$5,019,634.26
1876118 Ontario Ltd.	\$5,007,764.50

The works tendered consisted of two (2) individual projects, one to be completed in 2020, and one in 2021. The projects are as follows:

2020 Construction Program

1. Reconstruction of Scott Street from Colonization Road East to Reid Avenue

Full recondition of Scott Street including the replacement of sanitary sewer main, watermain, asphalt binder surface, storm sewer.

2021 Construction Program

2. Surface Coarse paving of Scott Street

Installation of the Surface Coarse paving on Scott Street from Colonization Road East to Reid Avenue including line painting and sidewalk replacement.

The 2020 work is scheduled to begin ASAP in May and to be completed by October 16, 2020 with the 2021 work to be completed by July 16, 2021.

In accordance with the Town's procurement policy, Administration has an obligation to point out to Council any tender irregularities. All tenders submitted were complete and compliant. The original tender form included a credit for the use of sand bedding instead of stone bedding in their total. The actual credit amount would be based on amount of sand used so should not be considered in the tender total. **See Spreadsheet No. 1**, which outlines details on the four (4) tender bids received and the associated costs for each individual project. Also, highlighted in "green" indicates the lowest unit bid price and "red" indicates the highest unit bid price and the 2019 works are shown in "blue" text.

The low tender bid was 1876118 Ontario Ltd. o/a Makkinga Contracting with a total cost of \$5,007,764.50 which includes a \$150,000 contingency allowance for the 2020 works and \$75,000

contingency allowance for the 2021 works and HST. Please review the attached **Spreadsheet No. 2** - outlining the 2020 capital budget allocations for each project vs. the lowest tender bid from 1876118 Ontario Ltd. plus KGS Group engineering costs (10%) and all funding allocations.

Please find attached a letter report from KGS Group recommending that 1876118 Ontario Ltd. o/a Makkinga Contracting be awarded this tender as they are the low tender and, in the past, have performed well on similar projects in our community.

It is recommended by Administration that the following be approved:

- That Tender 19-OF-18 – 2020 – 2021 Roadway Reconstruction of Scott Street Reid Avenue to Colonization Road East be awarded to 1876118 Ontario Ltd. o/a Makkinga Contracting for a total tender price of \$5,007,764.50 including HST and a total contingency allowance of \$225,000.00.
- That prior to construction start, an open house public meeting is scheduled to ensure all property owners abutting the construction projects obtain first-hand knowledge of these projects and have the opportunity to ask any questions. The exact date of the meeting is unknown at the time of writing this report.
- That the Mayor and Clerk be authorized to execute the contract documents on behalf of the Corporation of the Town of Fort Frances.

Respectfully Submitted



Travis Rob, P.Eng.
Manager of Operations and Facilities

Council approval of this report will ensure:

- **That Tender 19-OF-18 – 2020 – 2021 Roadway Reconstruction of Scott Street Reid Avenue to Colonization Road East be awarded to 1876118 Ontario Ltd. o/a Makkinga Contracting for a total tender price of \$5,007,764.50 including HST and a total contingency allowance of \$225,000.00.**
- **That prior to construction start, an open house public meeting is scheduled to ensure all property owners abutting the construction projects obtain first-hand knowledge of these projects and have the opportunity to ask any questions. The exact date of the meeting is unknown at the time of writing this report.**
- **That the Mayor and Clerk be authorized to execute the contract documents on behalf of the Corporation of the Town of Fort Frances.**