

REPORT OF THE ACTING DIRECTOR OF PUBLIC WORKS

OBJECTIVE

To provide Council with information regarding RDS 23-06 - Highway 108 Sewer & Water Improvements.

RECOMMENDATION

That Council recognize 823292 Ontario Ltd o/a JI Enterprises as the successful bidder for RDS23-06

And That Council pass the appropriate bylaw to enter into an agreement with 823292 Ontario Ltd o/a JI Enterprises to provide the services as described in RDS23-06 for payment in the amount of \$3,156,010.90 plus HST, and that funds be drawn from the municipal Water Wastewater Reserve

BACKGROUND

A tender request for relocation of the water and sewer lines that service the North Industrial Area to alongside Highway 108 titled RDS23-06 was published on Aug 30, 2023 and closed on Sep 20, 2023.

The project was identified in the approved 2023 Capital Budget to be completed during the 2023 building season, though due to timing the project may extend to the Spring of 2024. Currently, the water and sewer lines that service the North Industrial Area run under the surface of Elliot Lake.

The scope of work and associated tender documents were prepared for the City by Tulloch Engineering, and asked responding bidders to respond with pricing broken into 4 components:

1. A lump sum price representing the main contract
2. A provisional price for unit costs for soils relocation
3. A price for an alternate scope of work relating to guard rails
4. A price for an alternate scope of work relating to pipe material

This requested breakdown in pricing would allow the City to consider options relating to pipe and guardrail specifications, and would give an indication of possible additional costs relating to additional soils requirements. While this additional information is useful, the contract is to be awarded on the basis of the main, lump sum price.

ANALYSIS

The tender was advertised on the City's Bids & Tenders website. Two firms responded to the request for proposal, and submitted hardcopy bid submissions, which were opened by the City Clerk at 3:00pm on Wednesday, September 20th.

The pricing received through the tender response was as follows:

Vendor	City/Province	Price Offered Scott Rd. Option A (Excluding HST)
Beamish Construction Inc.	Elliot Lake, Ontario	\$ 3,973,023.05
823292 Ontario Ltd o/a JI Enterprises	Blind River, Ontario	\$3,156,010.90
Denis Gratton Construction Ltd.	Chelmsford, Ontario	\$4,483,096.46
408761 Ont Ltd. o/a Leroy Construction	Blind River, Ontario	\$3,832,576.84

FINANCIAL IMPACT

The work to relocate the water and sewer lines related to this project is identified in the approved 2023 Capital Budget, and has a budgeted amount of \$3,000,000.00. Staff recommends that funds for this part of the project be drawn from the Water Wastewater Reserve, which has a January 1, 2023 opening balance of \$7,852,620.

There is approved ICIP funding in place to support the project, in the amount of \$1,314,000. This funding level presupposes a project cost of \$1.8M (which we have exceeded), and therefore 73% of the project is funded by ICIP, and the funding comes with the requirement for the City to contribute at least \$486,000.

A copy of the agreement to be executed by 823292 Ontario Ltd o/a JI Enterprises to have the firm perform the work for the project as described in the published tender documents are attached to this report for Council's review.

LINKS TO STRATEGIC PLAN

This project directly relates to the following key section of the strategic plan:

- Economic development and diversification, stabilization and investment readiness
- Continued investment into infrastructure



SUMMARY

Staff recommends that Council recognize 823292 Ontario Ltd o/a JI Enterprises as the successful bidder for RDS23-06. Staff further recommends that a contract be awarded to 823292 Ontario Ltd o/a JI Enterprises as the successful bidder for RDS23-06 in the amount of **\$3, 156,010.90** for Highway 108 Sewer & Water Improvements.

