



Committee Report

To: Warden Mitch Twolan
Members of the Transportation & Environmental Services
Committee

From: Miguel Pelletier
Director of Transportation & Environmental Services

Date: July 9, 2020

Re: Bruce Road 30 section D, 1st Avenue North, Chesley Reconstruction
Fund Transfer

Staff Recommendation:

That a total of \$200,913 from the following reserve funds: Bruce Road 6 west \$51,634, Bruce Road 13 \$26,898, Bruce Road 15 \$49,929, Bruce Road 17 \$54,956, Bruce Road 26B \$2,672, Bruce Road 30 \$1,716 and Bruce Road 40 \$13,108 be transferred to 30D 1st Avenue North, Chesley to fund water main, sanitary sewer and storm sewer replacements and roadway reconstruction costs for the cost share project with Municipality of Arran-Elderslie be approved; and,

That a by-law be introduced authorizing the Warden and Clerk to execute a Cost-share Agreement between the County of Bruce and the Corporation of the Municipality of Arran-Elderslie to facilitate their respective responsibilities and subsequent costs for the construction of watermain, sanitary main, storm sewer and roadway project on Bruce Road 30, Section D, 1st Avenue North, Chesley.

Background

At the Committee meeting on Thursday June 18, 2020 Committee approved the cost share agreement between the Municipality of Arran-Elderslie (AE) and the County to facilitate infrastructure replacements to water main, sanitary sewer, storm sewer and roadway construction on Bruce Road 30 between 2nd Street North East and 4th Street North East in Chesley as shown on the attached map. A draft cost share agreement was presented to Committee before the tender closed since, due to restrictions related to Covid-19, the tender and subsequent construction start date were delayed. The premise was to enable a prompt start to construction and with the assumption that the tender would close within budget and in line with the draft cost share agreement. Unfortunately, this was not the case.

The County posted tender RFT-BC-TES 19-43 for the reconstruction of County Road 30D (1st Ave North), Chesley on May 15, 2020 and received 3 bid submissions as listed below:

Company Name	Tender Bid (Including HST)
Moorefield Excavating Limited	\$919,522.81
Kurtis Smith Excavating Inc.	\$1,033,538.68
Seeley and Arnill Construction	\$1,456,845.64

Moorefield Excavating Limited was the lowest bid received. The County is familiar with Moorefield Excavating Limited and considers the firm competent and sufficiently skilled in this type of work to complete the project as tendered.

The Transportation and Environmental Services Department recommends that Moorefield Excavating Limited be awarded this project for the cost of \$919,522.81 including HST (\$828,058.77 including net HST expense of 1.76%) subject to the reallocation of the required funds to enable the project to be completed.

The total anticipated project cost is \$914,554.77. There is currently \$713,642 currently assigned to the Bruce Road 30D project and therefore a deficit of \$200,913 (including net HST expense of 1.76%) exists.

In order to fund the County's share of the Bruce Road 30D, Chesley reconstruction project, the following transfers from road reserves to Bruce Road 30D are required.

Road Reserve	Amount to be transferred to CR30D reserve
Bruce Road 6	\$51,634
Bruce Road 13	\$26,898
Bruce Road 15	\$49,929
Bruce Road 17	\$54,956
Bruce Road 26B	\$2,672
Bruce Road 30	\$1,716
Bruce Road 40	\$13,108
TOTAL	\$200,913

Should this tender be awarded, the Municipality of Arran-Elderslie has agreed in principle to pay a municipal contribution towards construction of \$351,810.17 and 33.33% of engineering costs at \$28,832 for a total of \$380,642.17. This would leave a balance of \$476,248.60 construction costs plus \$56,664 for engineering costs totaling \$533,912.60 (including net HST expense) for the County's contribution to complete the project.

Attached for your information are a location map, two documents outlining the cost share breakdown and the revised draft cost-share agreement between the Municipality of Arran-Elderslie and the County of Bruce

Financial/Staffing/Legal/IT Considerations:

The following reserves will be depleted to zero on approval of this report. BR6, 13, 17, 26B, 30 and 40. Only the reserve for BR15 will have any funds remaining at a balance of \$50,099.

Also, of note is the change to Municipality of Arran Elderslie's contribution to the project, which was allocated as \$557,000 and, subject to tender results, will instead be \$380,642.

Interdepartmental Consultation:

The Corporate Services Department (Finance Division and Purchasing Division) have been consulted.

Link to Strategic Goals and Elements:

Goal # 6 - Explore alternate options to improve efficiency, service

Element # C - Look for economy of scale or shared services among our departments and our communities

Element #D - Coordinate working with other agencies

Written by: Jim Donohoe, Engineering Manager

Approved by:

A handwritten signature in black ink, appearing to read "Sandra Datars Bere". The signature is fluid and cursive, with the first name "Sandra" being the most prominent part.

Sandra Datars Bere
Chief Administrative Officer