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Item #	28
Report No.	17(cw)
Council - April 21/15	

TO: HONOURABLE MAYOR AND MEMBERS OF COUNCIL

**FROM: BARBARA CRIBBETT, INTERIM CITY MANAGER
MICHAEL SHATIL, DIRECTOR OF BUILDING & FACILITIES
LARRY BENTLEY, CHIEF, VAUGHAN FIRE AND RESCUE SERVICES (VFRS)**

DATE: APRIL 10, 2015

SUBJECT: COUNCIL – APRIL 21, 2015

**TENDER AWARD T15-069 - RENOVATIONS AND EXPANSION OF FIRE STATION #75
(WARD 3)**

At the Committee of the Whole meeting of April 14, 2015 staff recommended that Tender Award T15-069 – Renovations and Expansion of Fire Station #75 be provided at the Council Meeting of April 21, 2015.

Recommendation

The Interim City Manager, the Director of Building & Facilities and the Chief of Vaughan Fire and Rescue Services (VFRS), in consultation with the Director of Financial Planning & Analytics, the Director of Purchasing Services and the Manager of Building Construction, recommend:

1. That Tender T15-069 for the Renovations and Expansion of Fire Station #75 be awarded to Samson Management, in the amount of \$489,000.00 (inclusive of the alternative price items), plus applicable taxes; and,
2. That a 20% project contingency allowance in the amount of \$97,800.00 be approved within which the Interim City Manager, or designate, is authorized to approve amendments to the contracts within this project; and,
3. That the capital project budget of FR-3599-13 be increased by \$222,000.00, to be funded from the Fire Equipment Replacement Reserve; and,
4. That the total tender and contingency amounts be funded from the increased capital project budget of FR-3599-13; and,
5. That the inclusion of this matter on a Public Committee or Council agenda with respect to increasing the capital budget for FR-3599-13, Tender Award T15-069 - Renovations and Expansion of Fire Station #75 is deemed sufficient notice pursuant to Section 2(1)(c) of By-Law 394-2002 as amended; and,
6. That the Mayor and City Clerk be authorized to sign the necessary documents.

Contribution to Sustainability

Not applicable.

Economic Impact

At the January 13, 2015, Committee of the Whole meeting, Report No. 2, Item 16, staff advised that based on an analysis of the scope of work that is required for VFRS to provide emergency services to the community from Fire Station 7-5, additional funding in the order of \$250,000.00 will be required to complete this project.

In accordance with this estimate, additional funding of \$222,000.00 is now required to supplement approved capital project FR-3599-13, for the purpose of awarding tender T15-069 including a 20% project contingency. A 20% project contingency is recommended for this renovation/expansion project because of the need to renovate, and connect new construction to an existing building. This type of project has more inherent risks than greenfield construction and without an adequate contingency to address possible unknown conditions within the existing building, project risk increases considerably. Funding is available within the Fire Equipment Replacement Reserve to accommodate the additional funding request.

Communications Plan

Not applicable.

Purpose

The purpose of this report is to obtain Council approval to increase the budget of capital project FR-3599-13 and to award Tender T15-069 to Samson Management.

Background - Analysis and Options

Purchasing Services advertised Tender T15-069 on Bids & Tenders, Biddingo, OPBA and DCN on March 4, 2015 with an original closing date of March 19, 2015. Three (3) Addenda were issued to answer questions received and to extend the closing date to March 26, 2015.

Twenty-four (24) potential bidders picked up the Tender Documents. Twelve (12) bids were received from the following bidders:

Rank	Company	Total Amount Excluding Alternative Price Items (Before Tax)
1	Samson Management	\$439,000.00
2	R.Chad Contracting	\$488,800.00
3	Orion Construction	\$489,000.00
4	BWK Construction	\$499,000.00
5	Anacond Contracting	\$515,750.00
6	TRP Construction	\$537,000.00
7	BB Building Solution	\$540,700.00
8	BECC Construction	\$577,371.00
9	Pegah Construction Ltd.	\$588,800.00
10	Maystar Construction	\$610,000.00
11	Trans Canada Ltd.	\$633,675.00
12	Gay Construction Ltd.	\$660,000.00

The lowest bidder, at \$439,000.00, is Samson Management. In addition to the bid price, the total cost of two (2) alternative price items, Fire Alarm System & Existing Roof Replacement, is \$50,000.00. As the alternative price items provide good value for cost, they are incorporated into an overall Tender award of \$489,000.00. Additional award amounts are: contingency, administration fees and applicable tax, and are detailed in the Financial Summary table below:

T15-069 - RENOVATIONS AND EXPANSION OF FIRE STATION #75 (WARD 3)		
Financial Summary – Samson Management		
Approved Capital Budget (FR-3599-13)		524,100.00
Less: Expenses/ Commitments to Date		114,727.00
Less: Tree Relocation, Trailer Rental/Connection		15,721.92
Current Funds Remaining		393,651.08
Tender Costs (T15-069)	489,000.00	
Contingency Allowance (20%)	97,800.00	
Tender Costs	586,800.00	
Non Refundable Portion of HST (1.76%)	10,327.68	
Sub-Total	597,127.68	
Administration Recovery (3%)	17,913.83	
Total Tender Costs		615,041.51
Balance Remaining/ (Additional Funds Required)		Actual: (221,390.43) Rounded: (222,000.00)

Relationship to Vaughan Vision 2020 / Strategic Plan

- **STRATEGIC GOAL:**
Service Excellence – Promote Community Safety, Health, & Wellness.
- **STRATEGIC THEMES:**
Organizational Excellence – Ensure Financial Sustainability & Manage Corporate Assets

A successful delivery of project FR-3599-13 is required so that VFRS can provide necessary Fire and Rescue services to the community. All aspects of this project are being reviewed, monitored, and reported on, at an early stage to properly manage corporate assets, promote community safety and ensure financial sustainability.

Regional Implications

Not applicable.

Conclusion

The low bid exceeds the approved capital budget for project FR-3599-13 for the renovations and expansion of Fire Station #75. It is recommended to increase the project budget for FR-3599-13 by \$222,000.00 and award Tender 15-069, Renovations & Expansion of Fire Hall #75, to Samson Management.

Should Council concur with the additional funding request, this action would be considered as an amendment to the Capital Budget. Inclusion of this matter in a staff report requesting additional funding on a public Committee or Council agenda is deemed to be sufficient notice pursuant to Section 2(1)(c) of By-law 394-2002.

Attachments

N/A

Report prepared by:

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Respectfully submitted,



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Interim City Manager



Larry Bentley
Chief, Vaughan Fire & Rescue Services



Michael Shatil
Director of Building and Facilities