CITY OF VAUGHAN

EXTRACT FROM COUNCIL MEETING MINUTES OF MAY 19, 2015

Item 18, Report No. 20, of the Committee of the Whole, which was adopted without amendment by the Council of the City of Vaughan on May 19, 2015.

AWARD OF TENDER T15-041 SUPPLY AND INSTALLATION OF WATER, SANITARY & STORM SERVICE CONNECTIONS CITY WIDE

The Committee of the Whole recommends approval of the recommendation contained in the following report of the Commissioner of Public Works and the Director of Development Engineering & Infrastructure Planning Services, dated May 5, 2015:

Recommendation

The Commissioner of Public Works and the Director of Development Engineering & Infrastructure Planning Services in consultation with the Director of Environmental Services, the Director of Purchasing Services and the Director of Financial Services, recommend:

- 1. That Tender T15-041, Supply & Installation of Water, Sanitary & Storm Service Connections (Part A) Residential (Part B) Industrial/Commercial/Institutional be awarded to Co-X-Co Construction Limited, for an estimated total amount of \$1,801,460.00, plus applicable taxes for a period ending on April 30, 2016 with an option to extend the contract for two additional one year terms subject to satisfactory performance of the contractor and availability of approved budget. The contract prices may be adjusted based on Consumer Price Index increase for optional extension periods; and
- 2. That the Mayor and City Clerk be authorized to sign the appropriate documents.

Contribution to Sustainability

City standards and design criteria ensure that municipal service connections contribute to sustainability through long service life and low life-cycle costs.

Economic Impact

The work undertaken pursuant to the service connection contract is fully funded by the developers, builders and homeowners applying for service connections and does not require additional funding from the City.

The estimated annual value of this contract is \$1,801,460 for an estimated total value of \$5,404,380 for the possible three year life of this contract (Initial term and two one year optional extension). The base contract term is from the date of award to April 30, 2016. The contract prices will be adjusted based on the Consumer Price Index for the optional years (2017 and 2018) of the contract, if the optional years are exercised by the City.

The Environmental Services Operating Budget accounts 2340680.7331 (Sprinkler & Domestic Water Connection), 2350756.7331 (Sanitary Sewer Connection) and 2360820.7331 (Storm Sewer Connection) will be used for these activities until new accounts can be provided by the Finance Department for Development Engineering & Infrastructure Planning Services' use.

Communications Plan

The citizens and development industry in Vaughan will be informed of the process associated with the installation of new municipal service lateral connections through the City's website and over the counter information pamphlets.

CITY OF VAUGHAN

EXTRACT FROM COUNCIL MEETING MINUTES OF MAY 19, 2015

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Purpose

The purpose of this report is to seek Council's approval to award Tender T15-041, Supply & Installation of Water, Sanitary & Storm Service Connections (Part A) Residential (Part B) Industrial/Commercial/Institutional to Co-X-Co Construction Limited.

Background – Analysis and Options

New municipal service connection laterals are required by landowners, developers and builders to service new residential, industrial/commercial & institutional development sites or to upgrade existing services. On average, the City processes approximately 50 requests for new service connections per year. For a number of years, the City has retained a servicing contractor to install these new service connection laterals. The last city-wide service connection contract, T10-008 has expired.

Through the recent functional review of the Public Works Commission, the responsibility to administer the municipal services installation contract was transferred to the Development Engineering and Infrastructure Planning Services Department to better align with the development approval and building permit processes.

The tender document for the service connection contract (Tender T15-041) was reviewed by staff and updated with special attention to contractor response requirements, project completion timeframes, and quality control together with a more comprehensive list of contract items in an effort to lower overall construction costs for the application. The Tender was prepared based on an estimated quantity of work assuming approximately 50 service connections a year. The contractor would only be paid for the value of the works completed pursuant to each service connection application based on the contract prices.

Tender T15-041 was advertised in the Daily Commercial News, on the Ontario Public Buyers Association (OPBA), Biddingo and the City's Bids and Tenders website on March 18, 2015 and closed on April 2, 2015. A total of 2 compliant bids were received:

<u>Contractor</u> <u>Total Bid Amount (excl. H.S.T.)</u>

Co-X-Co Construction Limited
VM Di Monte Construction Limited

\$1,801,460.00 \$2.648.404.00

Staff has checked the bids for mathematical errors and found none. The Low bidder is Co-X-Co Construction Limited. Co-X-Co Construction Limited is a Toronto based contractor that has been involved in the installation of service connections for more than 38 years. The contractor operates a minimum of four crews, five in the summer time, and is able to service multiple locations at once if the quantity of work requires it.

Servicing costs are comparable with neighbouring municipalities

Based on an informal survey, the cost to install a typical residential service connection bundle (water, storm and sanitary connections) based on the Co-X-Co bid prices is comparable to what other neighbouring municipalities are charging for similar work.

Relationship to Vaughan Vision 2020/Strategic Plan

In consideration of the strategic priorities related to Vaughan Vision 2020, the recommendations of this report will assist in enhancing and maintaining community safety and health and wellness by ensuring that appropriate measures for protecting drinking water quality are implemented when connecting to water mains, as well as demonstrating excellence in service delivery to the public.

CITY OF VAUGHAN

EXTRACT FROM COUNCIL MEETING MINUTES OF MAY 19, 2015

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Regional Implications

Applications for services on regional roads are reviewed jointly with the Region of York. Projects do not proceed to construction until comments and recommendations are received and a Road Occupancy Permit is obtained from the Region.

Conclusion

Staff recommends that the Service Connection Contract (Tender T15-041) be awarded to Co-X-Co Construction Limited in the amount of \$1,801,460.00 plus applicable taxes with an option to extend the contract for two additional one year terms. The work undertaken pursuant to this Contract is fully funded by the applicant (developer, builder or landowner) requesting a new service connection(s).

Attachments

N/A

Report prepared by:

Odette McIntyre – Engineering Technologist - Development, ext. 8461 Frank Suppa, Manager of Development Inspection and Grading, ext. 8073

COMMITTEE OF THE WHOLE - MAY 5, 2015

AWARD OF TENDER T15-041 SUPPLY AND INSTALLATION OF WATER, SANITARY & STORM SERVICE CONNECTIONS CITY WIDE

Recommendation

The Commissioner of Public Works and the Director of Development Engineering & Infrastructure Planning Services in consultation with the Director of Environmental Services, the Director of Purchasing Services and the Director of Financial Services, recommend:

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Contribution to Sustainability

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Attachments

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Report prepared by:

Odette McIntyre – Engineering Technologist - Development, ext. 8461 Frank Suppa, Manager of Development Inspection and Grading, ext. 8073

Respectfully submitted,

Paul Jankowski Commissioner of Public Works Andrew Pearce
Director of Development
Engineering and Infrastructure
Planning Services