



PO Box 1749
Halifax, Nova Scotia
B3J 3A5, Canada

Item No. 10.1.1
Halifax Regional Council
August 3, 2010

TO: Mayor Kelly and Members of Halifax Regional Council

Original Signed by

A handwritten signature in black ink, appearing to be "Wayne Anstey".

SUBMITTED BY:

Wayne Anstey, Acting Chief Administrative Officer

Original Signed by

A handwritten signature in black ink, appearing to be "Mike Labrecque".

Mike Labrecque, Deputy Chief Administrative Officer

DATE: July 12, 2010

SUBJECT: **Award - Tender No. 10-163, Construction of the Dutch Settlement & Area Fire Station (Station 40), Dutch Settlement, Lantz, NS**

ORIGIN

Approved 2007/2008 Capital Budget

RECOMMENDATION

It is recommended that Council:

1. Reallocate budget in the amount of \$75,000 from Project No. CBG00720 - Prospect Road Community Centre, \$150,000 from Project No. CBJ00168 - Fire Station 45, and \$225,000 from Project No. CB200454 - Gordon R. Snow Community Centre to Project No. CBJ00979 - Dutch Settlement Fire Station.
2. Award Tender No. 10-163 to Bird Construction Company for a Total Tender Price of \$1,613,304.42 (net HST included), with funding from Project No. CBJ00979 - Dutch Settlement Fire Station.

BACKGROUND

The fire station replacement program is a multi-year station rationalization and upgrade program, which includes the construction of new fire stations. The construction of the Dutch Settlement Fire Station will result in the closure of the existing station which is beyond its economic life. The existing station has size limitations and surface and sub-surface drainage conditions that warrant construction of a new fire station on existing HRM property within the area. If awarded, the construction will begin in July 2010.

DISCUSSION

The Tender No. 10-163 was publically advertised March 15, 2010, and closed on May 4, 2010. Bids were received from the following bidders:

Company	Lump Sum Price (before Net HST)	Total Cost (incl. Net HST)
Bird Construction Company	\$1,547,000.00	\$1,613,304.42*
Avondale	\$1,594,990.00	\$1,663,351.27
Lindsay	\$1,633,614.00	\$1,703,630.70
Maxim	\$1,660,000.00	\$1,731,147.60

***recommended bidder**

There is insufficient funds in Project No. CBJ00979 - Dutch Settlement Fire Station to award the tender for the construction of this facility. The funding requested from Project Nos. CBG00720 - Prospect Road Community Centre, CBJ00168 - Fire Station 45, and CB200454 - Gordon R. Snow Community Centre, are considered surplus and will not impact the completion of these projects.

BUDGET IMPLICATIONS

Based on the lowest tendered price of \$1,613,304.42 (Net HST included), funding is available in Project Nos. CBJ00979 - Dutch Settlement Fire Station, CBG00720 - Prospect Road Community Centre, CBJ00168 - Fire Station 45, and CB200454 - Gordon R. Snow Community Centre. The budget availability has been approved by Financial Services.

Budget Summary: **Project No. CBG00720 - Prospect Road Community Centre**

Cumulative Unspent Budget	\$ 646,854
Less: Transfer to CBJ00979	<u>\$ 75,000</u>
Balance	\$ 571,854

Project No. CBJ00168 - Fire Station 45

Cumulative Unspent Budget	\$ 331,448
Less: Transfer to CBJ00979	<u>\$ 150,000</u>
Balance	\$ 181,448

Project No. CB200454 - Gordon R. Snow Community Centre

Cumulative Unspent Budget	\$ 839,110
Less: Transfer to CBJ00979	<u>\$ 225,000</u>
Balance	\$ 614,110

Project No. CBJ00979 - Dutch Settlement Fire Station

Cumulative Unspent Budget	\$ 1,373,929.00
Add: Transfer from CBG00720	\$ 75,000.00
Add: Transfer from CBJ00168	\$ 150,000.00
Add: Transfer from CB200454	\$ 225,000.00
Less: Tender No. 10-163	<u>\$ 1,613,304.42</u>
Balance	\$ 210,624.58

The construction budget for this project was \$1,400,000 (net HST included)

The balance of funds will be used for the construction activity.

FINANCIAL MANAGEMENT POLICIES/BUSINESS PLAN

This report complies with the Municipality's Multi-Year Financial Strategy, the approved Operating, Project and Reserve budgets, policies and procedures regarding withdrawals from the utilization of Project and Operating reserves, as well as any relevant legislation.

ALTERNATIVES

Council could decide to reject the budget increase and contract award. This is not the recommended alternative.

ATTACHMENTS

None

A copy of this report can be obtained online at <http://www.halifax.ca/council/agendasc/cagenda.html> then choose the appropriate meeting date, or by contacting the Office of the Municipal Clerk at 490-4210, or Fax 490-4208.

Report Prepared by: Michael MacDonald, Project Manager, Facility Development - Buildings, IAM (490-1744)

Report Approved by: _____
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Report Approved by: _____
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Procurement Review by: _____
Anne Feist, Operations Manager, Procurement 490-4200

Original Signed