
Request to Exceed 25% of Contract No. 18-0005, East Side Resurfacing

Recommendation

That the Standing Policy Committee on Transportation recommend to City Council:
That the Administration be given approval for Contract No. 18-0005, East Side Resurfacing with Prairie Paving Inc. to exceed 25% of the contract value.

Topic and Purpose

The purpose of this report is to request City Council approval to exceed 25% of the contract value for Contract No. 18-0005, East Side Resurfacing with Prairie Paving Inc.

Report Highlights

1. In April 2018, the City of Saskatoon awarded Contract No. 18-0005, East Side Resurfacing to perform concrete preservation work and roadway resurfacing at various locations.
2. As a result of the additional Kootenay Drive light roadway reconstruction to this contract, the total costs exceeded 25% of the contract value.

Strategic Goals

This report supports the Strategic Goal of the long-term strategy for Continuous Improvement and Quality of Life by providing repairs to deteriorated streets and sidewalks in City neighbourhoods.

Background

In March 2018, Contract No. 18-0005, East Side Resurfacing was advertised and awarded on April 2, 2018 to Prairie Paving Inc. The scope of work included removal and replacement of sidewalks meeting replacement criteria, and resurfacing adjacent roadways on various streets.

Report

As a result of the elimination of asphalt overlays of concrete sidewalks in 2016, the amount of sidewalk panels that were completely replaced along portions of Preston Avenue, Arlington Avenue, Boychuk Drive and McKercher Drive exceeded the initial estimates.

Furthermore, a change order was issued to add the Kootenay Drive location to Contract No. 18-0005, East Side Resurfacing, and construction was finished by October 2018.

The initial estimate for Kootenay Drive reconstruction was estimated that 60% of the road would require deep patching to repair the structure. After milling the surface, it was

identified that approximately 87% of the road would require deep patching due to unfavorable subgrade conditions.

Policy Implications

According to Policy A02-027, Corporate Purchasing Procedure, prior to December 1, 2018, City Council approval is required for contract increases above 25% of the original contract value.

Financial Implications

Details of the costs pertaining to Contract No. 18-0005, East Side Resurfacing are as follows:

Original Contract Cost	\$4,443,909.96
GST (5%)	222,195.50
PST (6%)	<u>\$ 266,634.60</u>
Final Contract Cost	\$4,932,740.06
Less Original Contract Cost	<u>(3,900,714.55)</u>
Subtotal Cost over Original Cost	\$1,032,025.51
GST Rebate (5%)	<u>(222,195.50)</u>
Total Net Cost to the City	<u>\$ 809,830.01</u>

The summary above shows that Contract No. 18-0005, East Side Resurfacing exceeded 25% of the original contract amount and therefore requires City Council approval.

There is sufficient funding available in Capital Project # 2270 – Paved Roads and Sidewalk Preservation and Public Transit Infrastructure Fund to cover the increased costs of this contract.

Other Considerations/Implications

There are no options, public and/or stakeholder involvement, communication, environmental, privacy, or CPTED implications or considerations.

Due Date for Follow-up and/or Project Completion

The contract was completed on October 18, 2018, and all remaining costs have been accounted for in the increased budget.

Public Notice

Public Notice pursuant to Section 3 of Policy No. C01-021, Public Notice Policy, is not required.

Report Approval

Written by: Megan Schindel, Project Engineer, Construction & Design
Reviewed by: Andy McMeekin, Senior Project Manager, Construction & Design
Chris Duriez, Asset Preservation Manager, Major Projects & Preservation
Tim Bushman, Engineering Manager, Construction & Design
Celene Anger, Director of Construction & Design

Request to Exceed 25% of Contract No. 18-0005, East Side Resurfacing

Approved by: Angela Gardiner, Acting General Manager, Transportation &
 Construction Department

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