

MEETING DATE: AUGUST 21, 2018 REQUEST FOR DECISION - TO COUNCIL

SUBJECT

TENDER FOR RANGE ROAD 11 ROAD CONSTRUCTION – MOTION REQUIRED

RECOMMENDATION

THAT the County of Vermilion River permit administration to tender the Construction of Range Road 11 up to \$650,000.

DETAILS

Background: As Council is aware, the challenges experienced this summer with construction has put us quite a ways behind in our construction program. In an effort to try and get some additional miles completed this season, the administration has been exploring avenues available to move the program forward. The most feasible option seems to be a request for quote from construction companies. This would be a simple tender with no bid items or engineered design. The contractor will be provided a scope of work and requested to provide a lump sum bid to build a D2 county standard road.

Range Road 11 was one of the roads that were added this spring as a priority to re-construct, due to significant damage that occurred during spring break up. Council may recall that a number of roads were removed from the construction list that was previously presented as they were deemed to be in better condition than others after breakup. Range Road 11 was estimated to cost \$609,000 for our internal crews to complete. Administration is expecting that there will likely be an increased cost to tender this project.

Funding for the increased costs could come from reducing the amount of km's to be completed this season. With the anticipated cost overrun of Range Road 30 and the expected costs of tendering Range Road 11, Staff are suggesting that we reduce the program by 2.4 km's.

Discussion: Although this type of tender does not currently fit our tendering policies, it is the only feasible option in relation to timelines in order to get the work completed this season. As time is of the essence for this project, the administration is asking for approval for an award amount up to \$650,000.00.



Relevant Policy/Legislation Practices: This tender would not meet the requirements of the New West Partnership Trade Agreement. However, as it is late in the season and most contractor's are already busy, it may be hard to attract bidder's from outside the community anyway.

Desired Outcome (s): That the County Of Vermilion River approve the invitational Request for Quotes to undertake the construction of Range Road 11.

Response Options:

- 1. THAT the County of Vermilion River approve the administration to tender the Road Construction of Range Road 11 up to \$650,000.
- 2. THAT the County of Vermilion River disapprove the administration to tender the Road Construction of Range Road 11 up to \$650,000.

IMPLICATIONS OF RECOMMENDATION

Organizational: The County has hired a contract Construction Supervisor who could work with the Construction Superintendent from the successful bidder to oversee the work being undertaken on Range Road 11.

Financial: Funded from 2018 construction budget for "D" roads. This would result in less available funds to carry over into 2019 as we are not anticipating completing all of the roads that were scheduled for construction this season.

Communication Required: The County would enter into an agreement for the construction of R.R. 11. Publicly Published Council minutes.

Implementation: The intent is to have an Agreement signed by the first week of September.

ATTACHMENTS

RFQ for Road Construction



PREPARED BY: Marshall Morton

DATE: August 13, 2018