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# HALDIMAND COUNTY

## Report PW-ES-09-2018 Budget Reallocation – 2018 Paving and Sidewalk Contract



For Consideration by Council in Committee on June 5, 2018

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### OBJECTIVE:

To seek Council approval for the reallocation of capital funding for the 2018 paving and sidewalk contract.

### RECOMMENDATIONS:

1. THAT Report PW-ES-09-2018 Budget Reallocation – 2018 Paving and Sidewalk Contract be received;
2. AND THAT the revised budgets as outlined in Report PW-ES-09-2018 be approved.

**Prepared by:** Lloyd Rollinson, Project Manager, Municipal Infrastructure

**Respectfully submitted:** Tyson Haedrich, M. Eng., P. Eng., Director, Engineering Services

**Approved:** Donald G. Boyle, Chief Administrative Officer

### EXECUTIVE SUMMARY:

Tender PW-ES-18-033 for paving and sidewalk construction closed over its approved budget and requires a budget reallocation to award the project. The budget shortfalls will be funded through savings from existing projects.

### BACKGROUND:

In accordance with Procurement Policy 2013-02, Council must approve the reallocation of funds for a capital project where there is a budget shortfall of \$75,000 or more (or 20% of the approved budget), or where insufficient funds are currently available.

### ANALYSIS:

Tender PW-ES-18-030, Supply and Placement of Hot Mix Asphalt closed on May 8, 2018. Five bids were received with Brennan Paving Limited submitting the low bid in the amount of \$1,947,248.83 (including non-rebateable HST).

Based on the bid analysis, staff identified the following projects as requiring an increase in their approved budgets - C.373.0027 Main Street, Canborough and C.373.0026 Munsee Street, Cayuga, as both exceeded the thresholds as outlined in the Procurement Policy.

Once the budget reallocations are approved, staff will proceed with the award of the tender through the Bid Award process.

## FINANCIAL/LEGAL IMPLICATIONS:

Staff have identified sufficient savings within several projects to cover the increase in expenditures to fund the bid amount of \$1,947,248.83 (including non-rebateable HST). As a result, staff are recommending the following revisions to the approved Tax Supported Capital Budget.

Although not directly related to the required increase, the Development Charges related to Project C.381.0071 Concession 10 Walpole, also requires a budget amendment in order to maintain the original approved project funding between Gas Tax and DCRF Roads.

<b>Project Expenditures</b>	<b>Current Approved Budget</b>	<b>Proposed Change</b>	<b>Proposed Revised Budget</b>
Dunnville Bridge (C.374.0106) CVF Ward 5	\$120,000	\$0	\$120,000
Concrete Sidewalk – Broad Street, Dunnville (C.375.0050) CRR Roads	\$13,000	\$0	\$13,000
Concrete Sidewalk – George Street, Dunnville (C.375.0051) CRR Roads	\$12,000	\$0	\$12,000
Concrete Sidewalk – Rainham Road, Dunnville (C.375.0052) CRR Roads	\$50,000	(\$1,000)	\$49,000
Diltz Road, Dunnville (C.373.0014) CRR Roads/OCIF	\$1,800,000	(\$58,000)	\$1,742,000
Main Street, Canborough (C.373.0027) CRR Roads	\$96,000	\$59,000	\$155,000
Munsee Street, Cayuga (C.373.0026) CRR Roads/Gas Tax	\$262,000	\$128,000	\$390,000
Nanticoke Parkway (C.373.0035) CRR Roads	\$818,000	(\$12,800)	\$805,200
Concession 10 Walpole – Sandusk to Cheapside ( C.381.0071) Gas Tax/DCRF Roads	\$607,000	(\$128,000)	\$479,000
<b>Total Capital Expenditures</b>	<b>\$3,778,000</b>	<b>(\$12,800)</b>	<b>\$3,765,200</b>

The related financing impacts for the projects included above, are shown below:

<b>Project Financing</b>	<b>Current Approved Budget</b>	<b>Change</b>	<b>Proposed Revised Budget</b>
CVF Ward 5	\$120,000	\$0	\$120,000
Gas Tax Funding	\$706,770	\$0	\$706,770
OCIF Funding	\$1,709,880	\$0	\$1,709,880
CRR – Roads Infrastructure	\$1,180,650	\$0	\$1,180,650
DCRF - Roads	\$60,700	(\$12,800)	\$47,900
<b>Total Financing</b>	<b>\$3,778,000</b>	<b>(\$12,800)</b>	<b>\$3,765,200</b>

### **STAKEHOLDER IMPACTS:**

Not applicable.

### **REPORT IMPACTS:**

Agreement: No

By-law: No

Budget Amendment: Yes

Policy: No

### **ATTACHMENTS:**

None.