Municipality of Chatham-Kent

Infrastructure and Engineering Services

Drainage, Asset and Waste Management

To: Mayor and Members of Council

From: Jordan Gray, C.E.T.

Drainage Superintendent

Date: October 17, 2022

Subject: Tender Award for T22-316: Material Supply and Delivery – Mount Creek

Drain and Branch 'A'

Recommendations

It is recommended that:

- 1. The tender in the amount of \$192,728.94 (including HST) for the material supply and delivery related to the Mount Creek Drain and Branch 'A' in the Community of Chatham (City) be awarded to the second lowest bidder, Wolseley Canada Inc.
- 2. The Mayor and Clerk be authorized to sign the necessary agreement.

Background

The Municipality of Chatham- Kent appointed Spriet Associates to prepare an engineer's report under Section 78 of the Drainage Act for the purposes of re-rerouting the existing outlet of the closed portion of the Mount Creek Drain in the former City of Chatham. Tenders were called and received by the Purchasing Office on September 16, 2022. The results of tender T22- 316 were as follows:

Name of Bidder	Bid Amount	HST Amount	Total Amount
M-Con Pipe & Products	\$57,144.90	\$7,428.84	\$64,573.74
Wolseley Canada Inc.	\$170,556.58	\$22,172.36	\$192,728.94

Comments

Upon reviewing the tender submissions the Drainage Division found the low bidder's submission (M-Con Pipe & Products) to be incomplete. The bidder failed to provide unit and extended prices for items A.3, A.4, A.5, A.6 and A.7 in Section A and items B.1 and B.2 in Section B of the form of tender. For this reason the low bid was rejected by the Purchasing Office and the unsuccessful bidder was notified.

The estimated cost of the supply and delivery of materials in the engineer's report by Spriet Associates was \$193,000.00 (excluding HST). Accordingly, it is recommended that the tender in the amount of \$170,556.58 (excluding HST) be awarded to the second lowest bidder, Wolseley Canada Inc.

Areas of Strategic Focus and Critical Success Factors

The re	ecommendations in this report support the following areas of strategic focus:
	Economic Prosperity: Chatham-Kent is an innovative and thriving community with a diversified economy
	A Healthy and Safe Community: Chatham-Kent is a healthy and safe community with sustainable population growth
	People and Culture: Chatham-Kent is recognized as a culturally vibrant, dynamic, and creative community
	Environmental Sustainability: Chatham-Kent is a community that is environmentally sustainable and promotes stewardship of our natural resources
The re	ecommendations in this report support the following critical success factors:
	Financial Sustainability: The Corporation of the Municipality of Chatham-Kent is financially sustainable
	Open, Transparent and Effective Governance: The Corporation of the Municipality of Chatham-Kent is open, transparent and effectively governed with efficient and bold, visionary leadership
	Has the potential to support all areas of strategic focus & critical success factors
\boxtimes	Neutral issues (does not support negatively or positively)

Consultation

The recommendations in this report have been approved by the tendering committee which includes:

- Purchasing Officer, Financial Services
- Director, Financial Services
- Acting Director, Drainage, Asset and Waste Management

Financial Implications

The material supply for this project is being funded through the Infrastructure and Engineering Services 2022 budget for urban municipal drainage assessments.

Financial Implications
T22-316: Material Supply and Delivery- Mount Creek Drain and Branch 'A'
Project Costs

Description	Total		
A) Project Costs			
Recommended Tender	\$170,556.58		
Plus HST 13%	\$22,172.36		
Contract Total with HST	\$192,728.94		
Less HST Rebate 11.24%	-\$19,170.56		
Total Project Costs	\$173,558.38		
B) Estimated Project Funding			
2022 Urban Municipal Drainage Budget – 100.0%	\$173,558.38		
Total Project Funding	\$173,558.38		

Prepared by: Jordan Gray, C.E.T., Drainage Superintendent

Reviewed by: Brigan Barlow, Acting Director, Drainage, Asset and Waste Management

Reviewed by: Chris Thibert, P.Eng, Acting General Manager, Infrastructure and Engineering Services

Consulted and confirmed the content of the consultation section of the report by:

Jennifer Scherle, Manager, Purchasing and Accounts Payable

Attachment: none

C: Manager, Purchasing and Accounts Payable
Director, Financial Services
Acting Director, Drainage, Asset and Waste Management