

TO: MAYOR & COUNCILLORS
FROM: DEPUTY CHIEF ADMINISTRATIVE OFFICER AND CHIEF FINANCIAL OFFICER
SUBJECT: **CI – SIDEWALK EXPANSION PROGRAM – PACKAGE C – CC-3188**
PURPOSE: To obtain Council approval to award a Contract Increase (CI) for the Sidewalk Expansion Program – Package C.

RECOMMENDATION

THAT a contract increase to Jack Cewe Construction Ltd. for an estimated total cost of \$968,567 including GST in the amount of \$46,123 as outlined in the Council Report titled “CI – Sidewalk Expansion Program – Package C – CC-3188” dated July 8, 2024 be approved; and

THAT final payment will be based on the actual quantity of services delivered and unit prices as submitted.

1.0 POLICY SECTION

The City’s Change Order Policy required Council’s approval for change orders, which individually or when accumulated with prior change orders, increases the total value of the contract by \$1,000,000.

2.0 BACKGROUND

On August 29, 2023, the City awarded a contract to Jack Cewe Construction Ltd. for the Sidewalk Expansion Program – Package C for an estimated value of \$4,382,440 including GST in the amount of \$208,688.

3.0 GENERAL INFORMATION

This contract increase of \$968,567 including GST in the amount of \$46,123 is required to add additional work for the Government Road and Brighton Avenue Intersection Improvements (Costco Intersection) to the overall scope of work for this project.

Since the award of this contract, there have been two approved contract increases for a total value of \$107,650 including GST in the amount of \$5,127 for the following reasons:

- Additional paving works on Brantford Street; and
- Relocation of light base fronting 1820 Yeovil Avenue.

City staff have reviewed the contract increase and believe it appropriately addresses our needs at a competitive cost. The General Manager Engineering concurs with this recommendation.

The total estimated contract value will be \$5,458,657 including GST in the amount of \$259,937.

Contract History	Date	Accumulative Total Change (including GST)
Original Contract Award	August 2023	\$ 4,382,440
Contract Increase #1 & #2	April 2024	\$ 107,650
Contract Increase #3	Pending	\$ 968,567
TOTAL		\$ 5,458,657

4.0 COMMUNICATION AND COMMUNITY ENGAGEMENT

Tender #170-06-23 (CC-3188) Sidewalk Expansion Program – Package C (Attachment 1) was publicly advertised. Upon closing, the City received a total of five submissions.

5.0 FINANCIAL CONSIDERATIONS

Funding for this capital work is included in the 2024 – 2028 Financial Plan under Engineering – Infrastructure, Sidewalk Upgrades – Package 1 project with a budget of \$7,000,000. This contract increase will be accommodated under WBS element EMC.3188 (\$922,500 excluding GST).

This project will be funded by the Community Benefit Bonus Reserve. Potential future density bonus contributions will be affected by the Provincial Legislation on Development Financing. Staff are reviewing the impacts and implications to the Community Benefit Bonus Program and will report to Council during the budget process.

Respectfully submitted,

Noreen Kassam, Deputy Chief Administrative Officer and Chief Financial Officer

ATTACHMENTS

Attachment 1 – Tender 170-06-23

REPORT CONTRIBUTORS

This report was prepared by Steve Chan, Senior Buyer, and reviewed by Sophan Lum, Senior Manager Purchasing – Capital.