

## COUNCIL AUTHORITY FOR CONTRACT AWARDS DELEGATED AUTHORITY

<b>Project Award</b>	Delegated Authority - Tender Award No. 22-01-00507 for Appleby Ph1-2 Improvements
<b>Recommendation</b>	<b>Staff are recommending delegated authority to award the tender for the Reconstruction of Appleby Line in the estimated amount of \$1,603,460 (including HST rebate). Staff will report the results back to Council for information.</b>
<b>Purpose of Report</b>	As per Section 10.01 of Purchasing By-law No. 061-2018, Council approval is required for tender awards over \$1,000,000.
<b>Background information</b>	<p>Appleby Line has been rated the highest priority for reconstruction in the most recent State of the Infrastructure – Roads Study due to deficient structural adequacy, drainage concerns and deficient geometry, including alignment concerns through the hairpin curve. In addition, the need for traffic signage improvements has been identified.</p> <p>The project is divided into three phases:</p> <p>Phase 1: Construction of high priority work related to traffic safety, including improved traffic signage and pavement markings.</p> <p>Phase 2: Construction of high priority work consisting of road geometric improvements at the critical location at the hairpin curve approximately 600m north of Derry Road. For this phase, property acquisition is required in order to implement the geometric improvements.</p> <p>Phase 3: Design and completion of medium priority works that includes remaining road geometric improvements beyond phase 2. Phase 3 design commenced in 2021 and is scheduled to be completed in 2024.</p> <p>This tender is for Appleby Line Phase 1 and 2 only. The tender was issued to prequalified contractors on February 8, 2023 and is scheduled to close on March 7, 2023.</p> <p>This project includes the construction of a retaining wall. The Town was notified that there are supply chain issues in the industry and delays could occur with order, production and delivery of the retaining wall. To expedite this process, it is recommended to proceed with the tender award as soon as possible following the tender closing, to ensure the material is ordered by the successful General Contractor in a timely manner</p>

**Schedule C**

	in order to meet the project schedule.
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	As outlined below, a budget increase is also being requested at this time in order to update the project budget to the most recent cost estimate for the contract.
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<b>Financial Planning Section: Budget Impact</b> (Note 1)	
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<b>Account Number(s)</b>	C35000523
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<b>Account Description</b>	Appleby Line
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<b>Project Total Budget</b>	\$1,897,968
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<b>Contract Budget</b>	\$1,369,426
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<b>Projected Actual (Note 2)</b>	\$1,603,460
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<b>Variance</b>	\$234,034 (U)
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<b>Funding Source</b>	Project Variance Account and Development Charges
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Note 1: Financial impact includes any non-refundable portion of HST

Note 2: The current engineering estimate indicates an increase in construction costs that could lead to an unfavourable variance to budget (\$234,034 U). Actual costs will be confirmed once the construction tender is closed, but a budget adjustment is being recommended at this time in order to help facilitate the contract award under delegated authority.