

Municipality of West Grey Lantz Bridge Conc. 2 WGR Discussion of Tender Results



August 10, 2021



Summary of Tender Results

Tenderer	Tendered Amount
McLean Taylor Construction Limited	\$1,956,681.45
Looby Builders (Dublin) Limited	\$2,128,277.92

Probable Cost Estimate \$1,450,000

Prices presented exclude HST.

Possible Reasons for Increase

- Material price increases
- Contractor availability
- Labour availability and price increases
- Conflicts with hydro lines
- Dewatering more difficult than anticipated
- Tight timeline prior to winter

Option No. 1: Cancel Project

Pros

- Avoid construction cost for bridge

Cons

- Bridge and section of road would remain closed permanently.
- EA required to close bridge permanently.
- Lose access to grant funds and grant funding agency may be slower to award future grants

Option No. 2: Reject Tender and Re-tender Project in January

Pros

- Traditionally get more bids and often better prices when tender a project early in the year
- Hydro lines will be out of the way before tendering
- Could revise design and consider other options but this is contingent upon ICIP agency's willing to fund alternative designs

Cons

- May not get any more or better prices in new year
- Delays the start of construction until July 2022 and completion by almost a year
- Costs to re-design / re-tender the project

Option No. 3: Accept Tender as Submitted

Pros

- Allows construction to proceed this year

Cons

- Need to find additional funds to pay for the project

Option No. 4: Accept Tender with Revisions

Pros

- Allows construction to proceed this year
- Removal of paving and guiderail work from the Contract, removes \$159,077.30 from tender.

Cons

- Need to find additional funds to pay for the project.
- Paving has to be completed in 2022 and guiderail work should be completed in near future but suspect both can be completed at a reduced price.

Recommendations

Based on discussion with Municipal staff are recommending the project be awarded with revisions to the tender as outline in Option No. 4

Revised tender amount with McLean Taylor Construction Limited would be \$1,797604.15, plus HST.



Questions?