

THE MUNICIPALITY OF LAMBTON SHORES

Report DPW 16-2024

Council Meeting Date: July 16, 2024

TO: Mayor Cook and Members of Council
FROM: Nick Verhoeven, Director of Public Works
RE: 2024 Capital Budget – Asphalt Resurfacing Tender Award

RECOMMENDATION:

THAT Report DPW 16-2024 regarding the tender award for the 2024 Asphalt Resurfacing Tender be received; and

THAT the tender from 1197245 Ontario Limited O/A Sev-Con Paving in the amount of \$759,948.29 excluding HST, (\$773,323.38 Net HST), for the 2024 Asphalt Resurfacing Tender be accepted; and

THAT the Mayor and Clerk be authorized to sign the associated contract agreement.

SUMMARY

This report presents a summary of the tender award for the Asphalt Resurfacing Project for 2024. Staff is recommending award to 1197245 Ontario Limited O/A Sev-Con Paving.

BACKGROUND

Lambton Shores has budgeted a total of \$1,158,700 for asphalt resurfacing in 2024. Roads selected for resurfacing are selected as recommended in the Municipalities latest Road Needs Study and in coordination with servicing needs. Included in this tender are Maple Street (Albert Street to Beechwood Avenue); Beechwood Avenue (Maple Street to North End); Victoria Street (Arkona Road to West End); Richmond Street (Frank Street to South End); Gordon Road (Ravenswood Road to 1.1 km N of Ravenswood Road); Goosemarsh Road (North Street to Walker Road); and Lakeview Avenue (Grand Oaks Drive to Pines Parkway).

The tender for the project were released June 19th, 2024 and submissions were accepted until July 4th, 2024 with 7 submission being received. The result is presented below:

Bidder Name	Bid Submission Before Tax	Net Cost to Lambton Shores
1197245 Ontario Ltd. O/A SevCon Paving	\$759,948.29	\$773,323.38
Armstrong Paving & Materials Group Ltd.	\$762,358.58	\$775,776.09

Lavis Contracting Co. Ltd.	\$856,357.75	\$871,429.65
Dicocco Contractor 2015 Inc.	\$930,659.30	\$947,038.90
Cope Construction & Contracting Inc.	\$954,758.85	\$971,562.61
J-AAR Excavating	\$988,304.40	\$1,005,698.56
Dufferin Construction Company - A Division of CRH Canada Group Inc.	\$1,095,370.80	\$1,114,649.33

In accordance with the Municipality's purchasing policy this contract must be awarded by Council because the contract value is over \$100,000. Staff have had the opportunity to review and confirm all submissions for accuracy. All submissions were found to be in accordance with the specifications and requirements of the tender documents. 1197245 Ontario Limited O/A Sev-Con Paving is a well-known contractor capable of undertaking this type of project and have successfully completed projects for Lambton Shores in the past. Based on this, staff is recommending that the contract for the 2024 Asphalt Resurfacing Project be awarded to 1197245 Ontario Limited O/A Sev-Con Paving for the net of HST price of \$773,323.38.

ALTERNATIVES TO CONSIDER

No other alternatives are presented at this time. The tender for this project was released in keeping with the Municipality's Purchasing Policy to ensure the Municipality is receiving market competitive price for the contracted work.

RECOMMENDED ACTIONS

Staff is recommending that the contract for this project be awarded to 1197245 Ontario Limited O/A Sev-Con Paving in the amount of \$773,323.38 Net HST.

FINANCIAL IMPACT

The net of HST price of the tender from 1197245 Ontario Limited O/A Sev-Con Paving is \$773,323.38. The budget for this project is made up of allocated funds in the capital budget totaling \$1,158,700. Any unused budget funds will remain in the Transportation reserve fund.

CONSULTATION

Tender reviews were completed by Public Works Staff.
Budget details confirmed by Director of Financial Services.