

THE MUNICIPALITY OF LAMBTON SHORES

Report DPW 06-2025

Council Meeting Date: March 18, 2025

TO: Mayor Cook and Members of Council
FROM: Nick Verhoeven, Director of Public Works
RE: Tar and Chip Resurfacing Tender Award
RECOMMENDATION:

THAT Report DPW 06-2025 regarding the tender award for the 2025 Tar and Chip Resurfacing Tender be received; and

THAT the tender from Cornell Construction Limited in the amount of \$226,583.75 excluding HST, (\$230,571.62 Net HST), for the 2025 Tar and Chip 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 Tar and Chip Resurfacing Project for 2025. Staff is recommending award to Cornell Construction Limited.

BACKGROUND

Lambton Shores has budgeted a total of \$286,800.00 for tar and chip resurfacing in 2025. Roads selected for resurfacing are selected as recommended in the Municipalities latest Road Needs Study and in coordination with servicing needs.

The tender for the project was released February 20, 2025, and submissions were accepted until March 6, 2025 with 1 submission being received. The result is presented below:

Bidder Name	Bid Submission Before Tax	Net Cost to Lambton Shores
Cornell Construction Ltd.	\$227,508.05 \$226,583.75 * Corrected	\$231,512.19 \$230,571.62* Corrected

Streets included in this tender are Ontario Street (Port Franks Road to Riverside Drive), Ransford Street (Ontario Street to Superior Street), Gillespie Street (Nipigon Street to

Superior Street), Chester Trail (Superior Street to East End), Cornell Trail (Erie Street to East End), Haig Line (Walker Road to South End), Defore Drive (Haig Line to West End), Lazy Lane (Arkona Road to West End) and Arkona Road (Bog Line to Lazy Lane).

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 the submission for accuracy. One arithmetic error was noted and corrected. The submission was found to be in accordance with the specifications and requirements of the tender documents. Cornell Construction Limited is a well-known contractor capable of undertaking this type of project and has successfully completed projects for Lambton Shores in the past. Based on this, staff is recommending that the contract for the 2025 Tar and Chip Resurfacing Project be awarded to Cornell Construction Limited for the net of HST price of \$230,571.62.

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 Cornell Construction Limited in the amount of \$230,571.62 Net HST.

FINANCIAL IMPACT

The net of HST price of the tender from Cornell Construction Limited is \$230,571.62. There are additional related road base repairs and preparation, and contract administration costs of \$50,000 estimated during the course of this project. The tender cost and related project costs of \$280,571.62 is below the 2025 approved budget for this project of \$286,800.00. The difference between tender price and budget price will remain in the Transportation reserve fund.

CONSULTATION

Rebecca Moser, Engineering Technician
Dan Wood, Transportation Manager
Rebecca Clothier, Director of Financial Services