COUNCIL AUTHORITY FOR CONTRACT AWARDS TENDER AWARD

Project Award	Tender Award No. 25-01-00515 – Ontario Street Reconstruction			
Recommendation	Staff is recommending that the tender for the Ontario Street Reconstruction be awarded to Pacific Paving Limited in the total amount of \$3,482,178 (exclusive of HST), being the lowest compliant bid received.			
Purpose of Report	As per Section 10.1 of Purchasing By-law No. 061-2018, Council approval is required for tender awards over \$1,000,000.			
Background information	The 2018 State of the Roads Infrastructure (SOTRI) report identified Ontario St., Main St. to Laurier Ave., as a candidate for asphalt rehabilitation. Project initiation was required to wait several years while the Region completed a water/wastewater project within these project limits. The warranty period for that project ended in 2024, during which the Town completed CCTV investigation of the storm sewers and have identified several repairs that are required. The scope of this project includes localized repair/replacement of storm sewer pipes and structures, concrete road base, concrete curb and gutter, asphalt kill strips, concrete sidewalk, and full depth base and surface course asphalt restoration on Ontario St. from Main St. East, to Laurier Ave.			
Purchasing Section: Bid Award Information				
Date bid issued	May 26, 2025			
Advertisements	Town of Milton website			
Closing Date	June 24, 2025			
# of Plan takers	Seventeen (17)			
List of bid submissions inclusive of HST	Pacific Paving Limited.\$3,934,860.91Four Seasons Site Development\$4,010,588.66Associated Paving & Materials Ltd.\$4,562,305.17Gazzola Paving Limited\$4,692,537.22D. Crupi & Sons Limited\$4,934,583.44Pave-Al Limited\$4,989,613.31Dufferin Construction Company\$5,443,476.68Forest Contractors Ltd.\$5,786,164.99Fermar Paving Limited\$5,988,235.00DIG-CON International Limited\$5,988,235.00Graham Bros. Construction Limited\$6,021,661.37			
Median bid value	The median bid received was \$4,989,613.31. The bid submitted by Pacific Paving Limited is approximately 23% less than the median bid.			
Health and Safety Requirement	Through Council Report CORS-013-18, the Town adopted the Certificate of Recognition (COR [™]) program as a requirement for projects with an estimated value over \$500,000. As such, only Bid submissions from Bidders that are COR [™] Certified, or approved equivalent, were accepted for this Tender. The Town will also			

		Schedule D		
	accept ISO 45001:2018 from an accreditation body recognized by the International Accreditation Forum (IAF) as an equivalent Occupational Health and Safety Management System to COR [™] . All eleven (11) bid submissions received were from COR [™] or ISO 45001:2018 Certified companies.			
Financial Planning Section: Budget Impact (Note 1)				
Account Number(s)		C33015425-A0611-7670	C33015425-A0821-7650	
Account Description		Ontario Street (Main St to Derry Road)		
Project Total Budget		\$3,598,598		
Contract Budget		\$1,582,500	\$1,232,810	
Actual (Net of HST Rebate)		\$3,024,829	\$518,635	
Variance		\$1,442,329 (U)	\$714,175(F)	
Funding Source (Note 2)		Provincial Grants/ Subsidies and Project Variance Reserve		

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Note 1: Financial impact includes any non-refundable portion of HST.

Note 2: As the project scope is eligible for Building Faster Fund (BFF), staff recommend that the costs associated with contract admin and construction be refinanced as outlined on Schedule A. The funding adjustment will also be reflected in the June Capital Variance report what is presenting to Council in September.