

**COUNCIL AUTHORITY FOR CONTRACT AWARDS
TENDER AWARD**

Project Award	Tender Award No. 23-01-00050 – Expanded Asphalt Program
Recommendation	Staff are recommending the tender award for the 2023 Expanded Asphalt Program to Cox Construction Limited in the total amount of \$2,598,612 (exclusive of HST), being the lowest compliant bid be approved.
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	<p>This annual program is required to rehabilitate the asphalt surface on rural roads before they deteriorate to the point where full reconstruction is required. This program is an important component in maintaining the Town of Milton Road System. The identification of the roads is dictated by the 2018 State of Infrastructure – Roads Study, Final determination of the 2023 Expanded Asphalt Program was based on the results of the road assessment, geotechnical investigation, as well and coordination with other stakeholders. The Geotechnical investigation was completed in 2022, design and tender documents were completed in February 2023.</p> <p>There are four roads segments included in the 2023 Expanded Asphalt Program:</p> <ul style="list-style-type: none"> • Section 1: Boston Church Road from Esquesing Line to Lawson • Section 2: Arkell Road from Nassagaweya Puslinch Townline to First Line Nassagaweya. • Section 3 Kean Hill Drive from Cedar to Second Line Nassagaweya. • Section 4: Appleby Line from Entrance House 8660 Appleby Line to Steeles Avenue <p>This program includes the following within the scope of work:</p> <ul style="list-style-type: none"> • Culvert replacements only where required • Road works as per the recommendations in the Geotechnical Investigation • Associated shouldering and driveway transitions. <p>All the work is to remain within existing property limits. Staff have met with external agencies and confirmed that no permits are required to complete work as proposed.</p>
Date bid issued	February 28, 2023
Advertisements	Bids&Tenders website and Town of Milton website
Closing Date	March 24, 2023

# of Plan takers	Nine (9)												
List of bid submissions inclusive of HST	<table> <tr> <td>Cox Construction Limited</td> <td>\$ 2,936,431.48</td> </tr> <tr> <td>Associated Paving & Materials Limited</td> <td>\$ 3,133,049.74</td> </tr> <tr> <td>Pavel-AI Limited</td> <td>\$ 3,547,230.86</td> </tr> <tr> <td>Gazzola Paving Limited</td> <td>\$ 3,553,252.44</td> </tr> <tr> <td>Fermar Paving Limited</td> <td>\$ 3,782,966.73</td> </tr> <tr> <td>Forest Contractors Limited</td> <td>\$ 3,906,893.85</td> </tr> </table>	Cox Construction Limited	\$ 2,936,431.48	Associated Paving & Materials Limited	\$ 3,133,049.74	Pavel-AI Limited	\$ 3,547,230.86	Gazzola Paving Limited	\$ 3,553,252.44	Fermar Paving Limited	\$ 3,782,966.73	Forest Contractors Limited	\$ 3,906,893.85
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Median bid value	The average bid received was \$3,476,637.52. The bid submitted by Cox Construction Limited 16 % less than the average bid.												
COR™ Requirement	<p>On Council Report CORS-013-18, the Town adopted the Certificate of Recognition (COR™) program as a requirement for projects valued over \$500,000. As such, only Bid submissions from Bidders that were COR™ Certified were accepted for this Tender request.</p> <p>All six (6) bid submissions received were from COR™ Certified companies.</p>												
Financial Planning Section: Budget Impact (Note 1)													
Account Number(s)	C35012823-A0611-7670												
Account Description	2023 Expanded Asphalt Construction												
Project Total Budget	\$ 4,839,330												
Contract Budget	\$ 4,009,392												
Actual (Net of HST Rebate)	\$ 2,644,347												
Variance (Note 2)	\$ 1,365,045 (F)												
Funding Source	Tax Supported Debt / Federal Gas Tax / Project Variance Account												

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

Note 2: Staff is requesting that \$200,000 of the favourable variance remain in the project to accommodate future asphalt cement price adjustments and potential change orders as noted below. The remaining favourable variance in the amount of \$1,165,045 will be returned.

Additional costs could include the work highlighted below that ensures access to residential and/or commercial properties:

- Temporary entrance repairs/restorations;
- Additional traffic control, signage and/or advance warning signs;
- Coordination to accommodate requests to minimize disturbances to facility operations;
- And schedule changes to minimize disturbances to residential and commercial properties.