

**COUNCIL AUTHORITY FOR CONTRACT AWARDS
TENDER AWARD**

Project Award	Tender Award No. 24-01-00050 – 2024 Expanded Asphalt Program
Recommendation	Staff is recommending that the tender for the 2024 Expanded Asphalt Program be awarded to Cox Construction Limited in the total amount of \$1,645,849 (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	<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 2024 Expanded Asphalt program was based on the results the road assessment, geotechnical investigation, as well and coordination with other stakeholders. The Geotechnical investigation was completed in 2023, design and tender documents were completed in February 2024. There are three roads segments included in the 2024 Expanded Asphalt Program:</p> <ul style="list-style-type: none"> • Section 1: First Line Nassagaweya from No 25 Side Rd to No 28 Side Rd. • Section 2 No 15 Side Road from First Line Nassagaweya to Second Line Nassagaweya. • Section 3: Conservation Rd Regional Rd 1-Guelph Line to East Limit. This program includes the following within the scope of work: culvert replacements only where required, road works as per the recommendations in the Geotechnical Investigation and associated shouldering and driveway transitions. All the work is to remain within existing property limits. <p>External Agencies: The required permit for this project is in place.</p> <p>The 2024 budget for this work of \$2,828,409 was established by consultants using cost estimates based on pricing from previous contracts with the Town of Milton and accounted for an expected increase as a result of inflation. The unit prices submitted by lowest compliant bidder were similar to, but generally lower, than those of the unit prices bid by the remaining tenderers. Favourable prices were generally observed in the costs to supply and install asphalt pavement. This award will result in a savings to budget of \$1,153,593 as outlined in the Budget Impact section below.</p>
Date bid issued	February 27, 2024
Advertisements	Town of Milton website and the Bids & Tenders website

Closing Date	March 21, 2024																		
# of Plan takers	Twelve (12)																		
List of bid submissions inclusive of HST	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 70%;">Cox Construction Limited</td> <td style="text-align: right;">\$1,859,820.15</td> </tr> <tr> <td>Gazzola Paving Limited</td> <td style="text-align: right;">\$1,902,598.67</td> </tr> <tr> <td>Forest Contractors Ltd.</td> <td style="text-align: right;">\$2,005,375.18</td> </tr> <tr> <td>Four Seasons Site Development Ltd.</td> <td style="text-align: right;">\$2,044,018.48</td> </tr> <tr> <td>Pacific Paving Limited.</td> <td style="text-align: right;">\$2,097,407.35</td> </tr> <tr> <td>PAVE-AL LIMITED</td> <td style="text-align: right;">\$2,311,415.00</td> </tr> <tr> <td>FERMAR PAVING LIMITED</td> <td style="text-align: right;">\$2,334,299.60</td> </tr> <tr> <td>GIP Paving Inc.</td> <td style="text-align: right;">\$3,209,518.66</td> </tr> <tr> <td>Dufferin Construction Company</td> <td style="text-align: right;">\$3,382,255.54</td> </tr> </table>	Cox Construction Limited	\$1,859,820.15	Gazzola Paving Limited	\$1,902,598.67	Forest Contractors Ltd.	\$2,005,375.18	Four Seasons Site Development Ltd.	\$2,044,018.48	Pacific Paving Limited.	\$2,097,407.35	PAVE-AL LIMITED	\$2,311,415.00	FERMAR PAVING LIMITED	\$2,334,299.60	GIP Paving Inc.	\$3,209,518.66	Dufferin Construction Company	\$3,382,255.54
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Median bid value	The average bid received was \$2,349,634.29. The bid submitted by Cox Construction Limited approximately 23% less than the average bid received.																		
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 nine (9) bid submissions received were from COR™ Certified companies.</p>																		
Financial Planning Section: Budget Impact (Note 1)																			
Account Number(s)	C35012824-A0611-7670																		
Account Description	Expanded Asphalt Program - Construction																		
Project Total Budget	\$3,406,924																		
Contract Budget	\$2,828,409																		
Actual (Net of HST Rebate)	\$1,674,816																		
Variance (Note 2)	\$1,153,593 (F)																		
Funding Source	Project Variance Account / Tax Supported Debt																		

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

Note 2: As a result of the savings within the project staff further recommend that the debt financing on this project be eliminated, resulting in a further \$6,000 savings of financing charges. The total budget amendment and funding impacts is included in Schedule A of this report.