

**COUNCIL AUTHORITY FOR CONTRACT AWARDS
TENDER AWARD**

Project Award	Tender Award No. 24-01-00097 – 2024 Asphalt Overlay Program
Recommendation	<p>Staff is recommending that the tender for the 2024 Asphalt Overlay Program be awarded to Associated Paving & Materials Ltd. in the base bid amount of \$4,175,774 (exclusive of HST), being the lowest compliant submission received.</p> <p>Staff are further recommending the award for provisional item Part 21 for speed cushions, in the total amount of \$17,500 (exclusive of HST).</p>
	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 roads before they deteriorate to the point where major road rehabilitation or reconstruction is required. This program is an important component in maintaining the Town of Milton Road Network. The identification of the roads is dictated by the 2018 State of Infrastructure – roads study, engineer roads assessments, the results of the geotechnical investigation, the CCTV inspection report, coordination with utilities agencies and the Region.</p> <p>The base bid submitted by Associated Paving was in the amount of \$4,211,967 (exclusive of HST). Upon review of the tender analysis, it was determined that Part 20 for storm sewer flushing was no longer required to be completed as part of this contract, as the work had been completed as part the design phase of this project. The special provisions within the tender documents allows for the deletion of a section due to budget constraints or other factors. The amount for Part 20 was \$36,193 (exclusive of HST), making the new base bid \$4,175,774 (exclusive of HST). Staff are further recommending the award for provisional item Part 21 for speed cushions, in the total amount of \$17,500 (exclusive of HST).</p> <p>A 2024 budget of \$5,208,047 was established by consultants using cost estimates from 2023. Favourable prices were observed in the costs to supply and install asphalt pavement resulting in a savings to budget of \$958,779 as outlined in the Budget Impact section below.</p> <p>If, as the contract progresses, it is evident that it is feasible to complete additional roads, then these items may be added to the contract via change order, with any budget amendments required proceeding in accordance with the Town's financial policies.</p>

Purchasing Section: Bid Award Information									
Date bid issued	February 8, 2024								
Advertisements	Town of Milton website and the Bids & Tenders website								
Closing Date	March 12, 2024								
# of Plan takers	Five (5) Prequalified Contractors from RFPQ 22-01-00097A-Renewed for the 2024 program (final renewal term)								
List of bid submissions inclusive of HST	<table> <tr> <td>Associated Paving & Materials LTd.</td> <td>\$4,759,522.29</td> </tr> <tr> <td>Gazzola Paving Limited</td> <td>\$5,120,798.08</td> </tr> <tr> <td>PAVE-AL LIMITED</td> <td>\$5,536,479.65</td> </tr> <tr> <td>D. Crupi & Sons Limited</td> <td>\$7,096,704.22</td> </tr> </table>	Associated Paving & Materials LTd.	\$4,759,522.29	Gazzola Paving Limited	\$5,120,798.08	PAVE-AL LIMITED	\$5,536,479.65	D. Crupi & Sons Limited	\$7,096,704.22
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D. Crupi & Sons Limited	\$7,096,704.22								
Median bid value	The average bid received was \$5,628,376.06. The bid submitted by Associated Paving & Materials Ltd is approximately 17% 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 four (4) bid submissions received were from COR™ Certified companies.</p>								
Financial Planning Section: Budget Impact (Note 1)									
Base Bid Award:									
Account Number(s)	C33900024-A0611-7670/7655								
Account Description	2024 Asphalt Overlay Program – Construction								
Project Total Budget (Note 2)	\$ 6,692,416								
Contract Budget	\$5,208,047								
Actual (Net of HST Rebate)	\$4,249,268								
Variance	\$958,779 (F)								
Funding Source	Federal Gas Tax/Tax Supported Debt/Development Charges								
Provisional Items Award:									
Account Number(s)	C40012623-A0614-7130								
Account Description	Traffic Calming								
Project Total Budget	\$195,068								
Contract Budget	\$45,792								
Actual (Net of HST Rebate)	\$17,808								
Variance	\$27,984 (F) (Note 2)								
Funding Source	Project Variance Account								

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

Note 2: Staff recommend that the favourable variance remains in the project in order to accommodate additional speed cushions.