



**The Corporation of the
Town of Tecumseh**

Public Works & Engineering Services

To: Mayor and Members of Council

From: Phil Bartnik, Director Public Works & Engineering Services

Date to Council: April 23, 2024

Report Number: PWES-2024-24

Subject: Lesperance Road Trail (County Road 22 to County Road 42) –
Tender Award

Recommendations

It is recommended:

That report PWES-2024-24 Lesperance Road Trail (County Road 22 to County Road 42) – Tender Award, **be received**;

And that the tender for the Lesperance Road Trail (County Road 22 to County Road 42) in the amount of \$1,996,305 excluding HST **be awarded** to Total Source Contracting;

And further that By-law 2024-039 **be considered for** first, second, third and final readings to authorize the Mayor and Clerk to execute an agreement, satisfactory in form to the Town's solicitor, with Total Source Contracting;

And furthermore, that funding allocations, reflecting a total budget requirement of \$2,632,177.74 with a \$166,572.26 decrease to the original allocation **be accommodated** as follows:

- Infrastructure Reserve – decrease from \$2,798,750 to \$2,632,177.74

Background

In May 2019, Council approved the recommendations (Motion: RCM-150/19) of Report [PBS-2019-16](#) that endorsed the Lesperance Road Trail as a candidate project for funding through the Investing in Canada Infrastructure Program (2019 Intake of the Public Transit Funding Stream). Following this meeting, a funding application was submitted which was ultimately approved by the funding agency.

At the January 26, 2023, Regular Meeting of Council, Council approved the recommendations (Motion: RCM-04/23) of Report [PWES-2023-01](#) titled “2023-2027 Public Works & Engineering Services Five-year Capital Works Plan”. This authorized Administration to proceed with the identified 2024 capital works projects including the construction of the Lesperance Road Trail.

Dillon Consulting Ltd. (Dillon) was retained for engineering consulting services and completed the detailed design. A Public Information Centre was held on November 22, 2023, to present the proposed trail layout and receive public comments. The project was tendered in March 2024 and construction is anticipated to be completed by the end of 2024.

Comments

A Tender call for the project was advertised on the Town’s website on March 21, 2024. Eight (8) tenders were received on April 11, 2024, and the results are as follows:

Tenderer	Total Tender Price (excluding HST)
Total Source Contracting	\$1,996,204.74*
Rudak Excavating Inc.	\$2,296,700.00
Sherway Contracting (Windsor) Ltd.	\$2,397,327.50
GIP Paving Inc.	\$2,556,700.00*
Amico Infrastructures Inc.	\$2,679,259.00
Piera Con Enterprises Inc.	\$2,679,784.30
Nevan Construction	\$2,833,470.00*
Jones Group Ltd.	\$2,837,677.00*

*denotes corrected total

Some minor mathematical errors were noted in four (4) of the bids submitted. These mathematical errors were identified and corrected by Dillon, with the respective updates reflected above. Updates to the bid prices were not significant and did not result in any changes in the original standings of the tenderers. Detailed errors and the respective corrections can be found in Attachment 1 – Summary of Tender Results and Award Recommendation Letter.

Administration, in consultation with Dillon, recommends that Council award the Tender for the Lesperance Road Trail (County Road 22 to County Road 42) project in the amount of \$1,996,204.74 excluding HST to Total Source Contracting.

Consultations

Financial Services
Dillon Consulting Ltd.

Financial Implications

Report PWES-2023-01 provided an estimated project cost of \$2,798,750 and funding approval as follows:

Lifecycle Reserve Fund	Amount
Infrastructure Reserve Fund	\$2,798,750
Total	\$2,798,750

The tendered/projected costs are summarized below:

Cost Item	Amount
Construction (tender)	\$1,996,204.74
Engineering	\$396,447
Legal Survey	\$24,000
Geotechnical Quality Assurance	\$30,000
Utility Relocation Allowance	\$90,000
Budgetary Contingency	\$50,000

Sub-total	\$2,586,651.74
Non-rebated HST (1.76%)	\$45,526
Total	\$2,632,177.74

The total project cost is under the \$2,798,750 budget by \$166,572.26. The original budget allocated for this project was based on a 2022 estimate of probable costs provided by Dillon Consulting Ltd., which had been created prior to the detailed design.

Based on the distribution of costs within the tender, reserve funding is to be adjusted as detailed in the table below:

Lesperance Road Multi-Use Trail	Project Budget	Tendered/Projected Costs	Change
Infrastructure Reserve	\$2,798,750	\$2,632,177.74	-\$166,572.26
Totals	\$2,798,750	\$2,632,177.74	-\$166,572.26

A summary of the project costs, recoveries from the ICIP Grant and the financial impact to the Town's Reserve Funds are outlined in the following table:

Lifecycle / Reserve Fund	Tender Project Cost	ICIP Grant	Net Impact to Reserve Funds
Infrastructure Reserve	\$2,632,177.74	\$466,707	\$2,165,470.74
Totals	\$2,632,177.74	\$466,707	\$2,165,470.74

Investing in Canada Infrastructure Program (ICIP)

The Town has been granted approval to receive funding on this project for 45% of the eligible costs as stipulated in the signed ICIP agreement to a maximum combined contribution by Canada/Ontario of \$466,707.

Link to Strategic Priorities

Applicable	2023-2026 Strategic Priorities
<input checked="" type="checkbox"/>	Sustainable Growth: Achieve prosperity and a livable community through sustainable growth.
<input type="checkbox"/>	Community Health and Inclusion: Integrate community health and inclusion into our places and spaces and everything we do.
<input type="checkbox"/>	Service Experience: Enhance the experience of Team Tecumseh and our citizens through responsive and respectful service.

Communications

Not applicable

Website

Social Media

News Release

Local Newspaper

This report has been reviewed by Senior Administration as indicated below and recommended for submission by the Chief Administrative Officer.

Prepared by:

Alessia Mussio, P. Eng.
Engineering Project Manager

Reviewed by:

John Henderson, P.Eng.
Manager Engineering Services

Reviewed by:

Phil Bartnik, P.Eng.
Director Public Works & Engineering Services

Reviewed by:

Tom Kitsos, CPA, CMA, BComm
Director Financial Services & Chief Financial Officer

Recommended by:

Margaret Misek-Evans, MCIP, RPP
Chief Administrative Officer

Attachment Number	Attachment Name
1	Summary of Tender Results and Award Recommendation Letter