



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: May 28, 2024

Report Number: PWES-2024-35

Subject: 2024 Asphalt Paving Tender Award

Recommendations

It is recommended:

That report PWES-2024-35 2024 Asphalt Paving Tender Award **be received**;

And that the tender for the 2024 Asphalt Paving in the amount of \$659,325 excluding HST **be awarded** to GIP Paving Inc.;

And further that By-law 2024-052 be given first, second, third and final reading, **to authorize** the Mayor and Clerk to execute an agreement, satisfactory in form to the Town's solicitor, with GIP Paving Inc.;

And furthermore, that project allocations, reflecting a budget for the 2024 Asphalt Paving Program of \$670,930, reflecting a decrease of \$29,070 from the original allocation, **be funded** from the Roads Lifecycle Reserve.

Background

At the February 13, 2024 Regular Meeting of Council, Council approved recommendations of Report [PWES-2024-07](#) titled "2024-2028 Public Works & Engineering Services Five-year Capital Works Plan" that authorized Administration to proceed with the 2024 capital works projects including the 2024 Asphalt Program (Motion: RCM-05/24).

The following streets were included in the 2024 Asphalt Program:

- 1) Little River Blvd. (Donalda to Manning Road)
- 2) St. Gregory's Road (Michael Drive to Green Valley)
- 3) Lesperance Road (Calvary to Westlake)
- 4) St. Anne Street (Gouin to Intersection)

Comments

A tender call was advertised on the Town's website on May 3, 2024, along with being posted on the Town's bids and tenders account. Two (2) tender submissions were received on May 16, 2024, and were opened in the presence of Administration and the Purchasing Officer.

Contractor	Tender (excluding HST)
GIP Paving Inc.	\$659,325
Mill-Am Corporation	\$707,725

The Purchasing Officer reviewed the tenders, and all were found to be mathematically correct. The low tender contained no irregularities.

Administration therefore recommends that the tender for the 2024 Asphalt Paving in the amount of \$659,325 excluding HST be awarded to GIP Paving Inc.

Consultations

Financial Services

Financial Implications

Council approved an allocation of \$700,000 for the 2024 Asphalt Paving program as recommended within Report PWES-2024-07.

It should be noted that the tender submitted by GIP Paving Inc. does include \$50,000 in provisional costs for items such as asphalt escalation. It should also be noted that the tender is based on estimated quantities and that the price of asphalt cement has escalated in the recent months. The final actual costs will be determined based on

actual quantities required. Every attempt will be made to keep the expenditures within the allocated amount.

Item	Amount
Asphalting Tender Cost	\$659,325
Non-Rebated HST (1.76%)	\$11,605
Subtotal	\$670,930
Approved Road Works Allocation	\$700,000
Allocated Surplus	\$29,070

Link to Strategic Priorities

Applicable	2023-2026 Strategic Priorities
<input 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 checked="" 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:

Dana Reid
Public Works & Engineering Services Assistant

Reviewed by:

Kirby McArdle, P.Eng.
Manager Public Works & Transportation

Reviewed by:

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

Reviewed by:

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

Recommended by:

Margaret Misek-Evans, MCIP, RPP
Chief Administrative Officer

Attachment Number	Attachment Name
None	None