

**COMMUNICATION 136036**

Received From: Guy Bourgon, Director of Public Works  
Addressed To: Committee of the Whole  
Date: April 22, 2025  
Topic: 2025 Road Program Tender PW-2025-01 – Asphalt Reconstruction and Overlay

**BACKGROUND**

The approved 2025 capital budget includes \$1,504,253 allocated for the Town's 2025 asphalt reconstruction & overlay program. These funds were proposed to be used to pay for construction, inspection, soil testing and a contingency amount of \$150,000.00.

**DISCUSSION**

Tender PW-2025-01 - Asphalt Reconstruction & Overlay, was released by the Municipality for public tender and subsequently closed on April 15, 2025. The advertisements were posted on our website and MERX. A total of four (4) tender submissions were received at the time of closing. Results were as follows:

<b>COMPANY</b>	<b>BID PRICE (without HST)</b>	<b>VERIFIED PRICE (without HST)</b>
GIP Paving Inc.	\$998,444.00	\$998,444.00
R.W. Tomlinson Limited	\$1,178,230.00	\$1,178,234.37
Strathmar Trenching Limited	\$921,213.28	\$921,213.28
Thomas Cavanagh Construction Ltd.	\$971,977.72	\$971,977.72

The above tender submissions were reviewed for accuracy and completeness. There was one mathematical error in the R.W. Tomlinson bid as identified in the above table. The low bid from Strathmar Trenching Limited (Strathmar) is presently being recommended by staff for award of the contract. References for Strathmar have been contacted and deemed satisfactory. Strathmar will be subcontracting the paving of the roadways to Thomas Cavanagh Construction Limited.

**FINANCIAL IMPLICATIONS**

The tender price submitted by Strathmar of \$921,213.28 plus HST is within funds allocated for this item in the approved 2025 Budget of \$1,504,253. Taking into account net HST, inspection and a contingency amount of \$150,000 which will be used to address any change orders due to unforeseen conditions, the total cost is \$1,185,452.04; \$318,800.96 under budget.

ACTIVITY	AMOUNT
Tender Amount	\$921,213.28
Inspection	\$66,330
Soil Testing Allowance	\$30,000
Net HST	\$17,908.76
Contingency	\$150,000
Total	\$1,185,452.04
<b>Available Budget</b>	<b>\$1,504,253</b>
<b>Surplus Funds</b>	<b>\$318,800.96</b>

As this year's tender pricing was quite favourable, staff are recommending that the surplus funds be used to undertake the reconstruction of one (1) additional road, Charles Street from Emily Street to Lake Avenue East. The street is currently in poor condition as seen in the photo below:



Staff have approached the contractor who are willing to undertake this additional roadway as part of the 2025 contract. At this time, staff have completed an estimate of the cost to reconstruct this additional road utilizing the pricing provided on this tender. Staff's estimate is within the surplus funds amount. However, in order to obtain a firm price for this road, staff will have to prepare tender specifications for this road which will then be priced by the contractor.

#### **STAFF RECOMMENDATION**

THAT Council approve awarding the contract for Tender PW-2025-01 Asphalt Reconstruction & Overlay, to Strathmar Trenching Limited in the amount of \$998,444.00 plus HST; and

THAT the reconstruction of Charles Street from Emily Street to Lake Avenue East be added to the 2025 Road Program to be completed by Strathmar Trenching Limited and funded by surplus 2025 road program funds.