

To: David Creery, Chief Administrative Officer
From: Adam Cave, Manager of Municipal Infrastructure
Re: 2024 Asphalt Resurfacing and Surface Asphalt
Tender Award

AIM

To obtain Council approval to award a tender for the 2024 Annual Asphalt Program.

BACKGROUND

Every year the City completes asphalt resurfacing to preserve roads where the underground infrastructure is in good condition and places surface asphalt for the previous year's road reconstruction projects.

Tenders for this project closed on Friday, April 5, 2024. Seven (7) tender submissions were received. The three (3) lowest bid amounts (including HST) were as follows:

- Permanent Paving Ltd., Woodstock, Ontario \$2,555,000.00
- GIP Paving Inc., Petersburg, Ontario \$2,613,690.00
- Armstrong Paving and Materials Group Ltd., St. Mary's, Ontario \$2,816,073.21

Per the City's purchasing policy, Council must approve any tender award exceeding \$750,000.00.

COMMENTS

The 2024-2028 Capital Budget allocated \$2,870,000.00 for this project. This amount is based on \$1,760,000.00 for asphalt resurfacing (11238), \$420,000.00 for surface asphalt (11239), \$600,000.00 for surface asphalt in a portion of the Commerce Way Industrial Park (12423) and \$90,000.00 for surface asphalt on Houser's Lane (12508). The low bid is under the budgeted amount for accounts 11238, 11239 and 12423. However, account 12508 is in a deficit position of approximately \$6,170.00. The deficit of approximately \$6,170.00 is offset by the tender surplus of approximately \$47,192.00 from account 12423. Both accounts are funded from common sources.

Permanent Paving Ltd. is a local firm and has completed the annual program for the City of Woodstock several times in the past. Staff is recommending award of this project to this firm.

Subject to Council's approval, construction is anticipated to commence as soon as possible, weather permitting.

RECOMMENDATION

That Woodstock City Council award the tender for the 2024 Annual Asphalt Program to Permanent Paving Ltd. in the amount of \$2,555,000.00, inclusive of HST.

Authored by: Adam Cave, C.E.T., Manager of Municipal Infrastructure

Approved by: Harold de Haan, P.Eng., City Engineer

Approved by: David Creery, P.Eng., MBA, Chief Administrative Officer