



### Staff Report

**Report Title: Asphalt Paving Tender**

**Prepared By: John Yungblut**

**Department: Public Works**

**Date: May. 3, 2021**

**Report Number: PW-2021-05-35**

**File Number: T04 ASP 21**

**Attachments: BM Ross Tender Review Letter**

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**Recommendation:**

THAT the Township of Huron-Kinloss Committee of the Whole hereby approves Report Number PW2021-05-35 prepared by John Yungblut, Director of Public Works AND accepts the tender from the Murray Group Limited in the amount of \$850,946.35 plus HST for the paving of hot mix asphalt AND FURTHER authorizes the appropriate by-law coming forward.

**Background:**

With the assistance of our consulting engineers, BM Ross and Associates, Township staff issued a tender for the paving of hot mix asphalt on Kairshea Ave from Bruce Road 1 to Wolfe St. and a surface layer of asphalt on Willoughby St., Outram St. and Inglis St. in the community of Lucknow. The Kairshea Ave portion of the project will include the paving of a basecoat layer of asphalt on the remaining 5.3 km gravel section of road and application of a second layer of asphalt from Bruce Road 1 to Paradise Lake St. This will ensure that trucks hauling gravel from our two gravel pits will be predominately travelling on a road with two layers of asphalt.

**Discussion:**

Only one bid submission was received and the tender review letter from BM Ross is attached to this report. The tendered amount included in the letter includes 13% HST. When factoring in non-recoverable HST, the tender amount is \$865,923.01.

Although the Township does not have experience with the Murray Group, the Director of Public Works has observed some of their work in the past and was satisfied. BM Ross has more recent experience with this contractor and they have

been pleased with their work as well. Township staff still recommend hiring engineering consultants to oversee the paving operations to ensure compliance with the contract and perform materials and compaction testing throughout the project.

**Financial Impacts:**

The 2021 Capital Budget allocated \$900,000 for this asphalt paving. This project also includes a \$5,000 contingency, so the additional engineering costs are not expected to cause this project to exceed the budgeted amount.

**Strategic Alignment / Link:**

We are a prosperous community that continues to grow in a sustainable manner by investing in infrastructure.

**Respectfully Submitted By:**

John Yungblut, Director of Public Works

**Approved By:**

Mary Rose Walden, Chief Administrative Officer