



The Corporation of the Municipality of Arran-Elderslie

Staff Report

Council Meeting Date: May 23, 2023

Subject: SRW.23.12 Award Micro-Surfacing Tender

Report from: Scott McLeod, Public Works Manager

Appendices: None

Recommendation

Be It Resolved that Council hereby,

1. Awards the Supply and Application of Type II Micro-surfacing to Duncor Enterprises Inc., in the amount of \$236,208.42 inclusive of HST for the Elderslie-Arran Townline;
2. That the project be funded through Account #23-TRAN-0024 ROADS;
3. Awards the Supply and Application of Type II Micro-surfacing to Duncor Enterprises Inc., in the amount of \$149,973.60 inclusive of HST for the Concession 10, Elderslie;
4. That the project be funded through Account #23-TRAN-0025 ROADS; and
5. That the additional funding of \$4,469.10 be financed through Reserve 01-0000-7266 – Roads general.

Report Summary

The intent of this report is to award the contracts for micro-surfacing on the Elderslie-Arran Townline and Concession 10, Elderslie.

Background

Each year the Municipality budgets to complete micro-surfacing projects in the Municipality based on road condition, age, traffic count and recommendations from the Road Need Study. Due to financial restrictions, not all the improvements/upgrades are completed based on the Road Need Study.

The 2023 Capital Budget allocated funds for the following projects:

- Approximately 6.3 km of type II micro-surface on the Elderslie-Arran Townline between Bruce Road 3 and Sideroad 10 South, Arran.
- Approximately 4 km of type II micro-surface on Concession 10, Elderslie between Sideroad 15 North, Elderslie and Sideroad 20, Elderslie.

Tenders were issued on April 27th and closed on May 11th at 11:00 am.

Analysis

Tenders were received from two (2) Contractors. The table below highlights the results of the submissions inclusive of HST:

Location	Miller Paving Inc.	Duncor Enterprises Inc.	Budget Amount
Elderslie-Arran-Townline	\$288,034.74	\$236,208.42	\$217,300
Concession 10, Elderslie	\$182,879.20	\$149,973.60	\$126,000

Based on the results, Staff are recommending that both locations be awarded to Duncor Enterprises Inc.

Link to Strategic/Master Plan

6.1. Protecting Infrastructure, Recreation and Natural Assets

6.4. Leading Financial Management

Financial Impacts/Source of Funding/Link to Procurement Policy

The Capital Budget has allotted funds as follows:

Elderslie-Arran Townline – Account #23-TRAN-0024 ROADS - \$217,300

After the HST rebate is applied, the total cost of the paving is \$212,713.14

Concession 10, Elderslie – Account #23-TRAN-0025 ROADS - \$126,000

After the HST rebate is applied, the total cost of the paving is \$135,055.96

The net budget deficit after the HST rebate is applied of both projects is \$4,469.10.

Staff recommend proceeding with the project with the additional funding being financed through Reserve 01-0000-7266 – Roads General.

It is anticipated that there will be surplus funds from the Hot Mix Pavement projects to offset the additional funds needed for the Micro-Surfacing projects. At the end of the year, unspent capital funds are transferred to reserves.

Approved by: Sylvia Kirkwood, Chief Administrative Officer