

Municipality of Lakeshore – Report to Council

Operations

Public Works



To: Mayor and Members of Council
From: Jeff Wilson Division Leader – Public Works
Date: February 21, 2025
Subject: Tender Award – 2025 Surface Treatment Road Repairs

Recommendation

Award the tender for the 2025 Surface Treatment Road Repairs to Shepley Road Maintenance Ltd in the amount of \$202,136.07 including applicable HST, as presented at the April 8, 2025 Council meeting.

Strategic Objectives

The following strategic objective is applicable to this report:

1c) Building and Stewarding Municipal Infrastructure - Renew plans to convert gravel roads and establish a sustainable funding model to support lifecycling.

Background

Every year the Municipality spends on average about \$100,000.00 through the approved hardtop operating budget on repairing damaged road sections on surface treated roads.

The work includes pulverizing the damaged road section, compacting the granular material, additional stone placement, if required, and the application of two lifts of new surface treatment to the area.

Comments

The 2024/2025 winter season has had significantly deeper frost; combined with significant freeze thaw cycles. The weather has adversely affected localized road areas already compromised by normal wear. The additional funds will help to mitigate more of these affected areas in 2025.

During the 2025 budget deliberations Council approved an additional \$100,000.00 within the operational budget to complete more road repairs on surface treated roads, increasing the 2025 budget for Surface Treatment Road Repairs to \$200,000.00.

The tender for surface treatment road repairs was publicly advertised on February 19, 2025. There was one (1) bid submission received.

The following is a summary of the submission received before the closing deadline on March 7, 2025:

| Tenderer | Price (excluding HST) | Price (including applicable HST) |
|-------------------------------|----------------------------------|---|
| Shepley Road Maintenance Ltd. | \$198,640.00 | \$202,136.07 |

Shepley Road Maintenance Ltd. has the experience, expertise, and equipment to complete this project.

Financial Impacts

The following is the summary of the financial impacts based on the tender amount and the 2025 approved budget amount:

| 2025 Surface Treatment Program | Contract Amount (excluding HST) | Contract Amount (including applicable HST) |
|---------------------------------------|--|---|
| Tender Cost | \$198,640.00 | \$202,136.07 |
| 2025 Budget | | \$200,000.00 |
| Difference (over)/under | | (\$2,136.07) |

Since the value of the overage is insignificant, the overage can be covered under the operating budget.

It should be noted that the final costs for 2025 may differ from the tender price depending on the actual amounts of emulsion and aggregate required to be used in the surface treatment process. The quantities contained in the Surface Treatment Tender specifications are estimates only.

Report Approval Details

| | |
|----------------------|---|
| Document Title: | Tender Award - 2025 Surface Treatment Road Repairs.docx |
| Attachments: | |
| Final Approval Date: | Mar 20, 2025 |

This report and all of its attachments were approved and signed as outlined below:

Prepared by Jeff Wilson

Submitted by Krystal Kalbol

Approved by the Corporate Leadership Team