



The Corporation of the Town of LaSalle

To: Mayor and Members of Council

Prepared by: Jonathan Osborne, P.Eng, Manager of Engineering

Department: Public Works

Date of Report: May 28, 2020

Report Number: PW-11-20

Subject: 2020 Mill and Pave Contract Award

Recommendation

That the report of the Director of Finance and the Manager of Engineering dated May 28, 2020 (PW-11-20) regarding the contract award of the 2020 Mill and Pave BE RECEIVED; and that the low bid price of \$1,699,537.50 +HST received from Mill-Am Corporation BE APPROVED; and that amount be funded from the 2020 Approved Capital Budget of \$1,000,000 and a \$400,000 reallocation of 2020 capital contribution build-up and a pre-commitment of \$329,452 from the 2021 capital budget; and that the corresponding by-law BE ADOPTED during the By-law stage of the agenda.

Report

The 2020 Mill and Pave and Enhanced Mill and Pave (M&P and EM&P) work will be concentrated in the Heritage Estates area. The majority of the work in Heritage Park is now complete, and the roads in this area have been identified in the Town's roads needs study for a number of years. The work proposed includes Heritage Dr, Rushwood Cres and its offshoots, Winfield Cres and its offshoots.

The contract was set up in such a way that it included Heritage Dr and the Winfield area, and the Rushwood area as provisional. It was set up in this way knowing the entire area would likely be over the mill and pave and enhanced mill and pave allocated 2020 budget of \$1,000,000. But also, to give the Town an option to complete the entire area in one mobilization. The costs to pave a large quantity in one area are less than splitting the project up over two years. As well, the residents in this area have been experiencing various construction activities over a number of years, and the Town would prefer to complete all of our infrastructure work in 2020, and avoid going back in the area in 2021.

Bids were received on May 19, 2020 with the following results, which include the provisional area:

Mill Am \$ 1,699,537.50
Coco \$ 1,722,371.00

We have been in discussions with Mill-Am, and they are looking forward to proceeding early this summer upon Council approval. If awarded, we would be able to provide Council and update on the work schedule as that information becomes available.

Consultations

None

Financial Implications

The 2020 approved budget for mill and pave is \$500,000 and enhanced mill and pave is \$500,000, which is not enough to fully fund this project in one year. In order to fully fund this project in 2020, which will save cost overall over the next two years, the following funding model is proposed.

Funding Source	Amount
2020 mill and pave capital budget	\$500,000
2020 enhanced mill and pave capital budget	\$500,000
Reallocation of annual capital funding build-up	\$400,000
Pre-commitment of 2021 mill and pave capital budget	\$329,452
Total funding	\$1,729,452
Cost of project (net of HST rebate)	\$1,729,452

If Council chooses not to move forward with this recommendation, the alternative would be to remove the Rushwood area from the contract and still award the contract to Mill-Am based on their bid price of \$1,150,000 (+HST). The excess of \$150,000 over the 2020 annual roads mill and pave and enhanced mill and pave budget will be funded from pre-committing the 2021 budget. The Rushwood area will then be included in the 2021 tender and funded from the 2021 capital budget.

Prepared By:



Director of Finance/Treasurer

Dale Langlois, CPA, CA
Director of Finance/Treasurer



Jonathan Osborne, P.Eng
Manager of Engineering

Link to Strategic Goals

	Enhancing organizational excellence
yes	Sustain strong public services and infrastructure
	Strengthen the community's engagement with the Town
yes	Grow and diversify the local economy
	Build on our high-quality of life

Communications

	Not applicable
	Website
	Social Media
	News Release
	Local Newspaper
yes	Bids & Tenders
	Notification pursuant to the Planning Act

Notifications

Name	Address	Email

Report Approval Details

Document Title:	2020 Mill and Pave Contract Award.docx
Attachments:	
Final Approval Date:	May 29, 2020

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



Director, Public Works

Peter Marra



Chief Administrative Officer

Joe Milicia