



TOWNSHIP OF NORTH HURON

REPORT

Item No.

REPORT TO: Reeve Vincent and Members of Council
PREPARED BY: Sean McGhee
DATE: 22/05/2018
SUBJECT: Rural Road Surface Treatment Capital Project
ATTACHMENTS: none

RECOMMENDATION:

THAT the Council of the Township of North Huron hereby receive the report of the Director of Public Works, dated May 22nd, 2018 regarding the procurement of surface treatment application services for information;

AND FURTHER THAT the contract for the application of surface treatment for 2018 in the amount of \$69,888.00 plus applicable taxes be awarded to Norjohn Contracting and Paving Limited.

EXECUTIVE SUMMARY

A group procurement tender for the application of Class 1 Surface treatment was released by neighbouring municipalities in April of this year. Morris-Turnberry, Howick, and South Bruce participated in the process.

Three firms responded to the Tender with the lowest price for the service submitted by Norjohn Contracting and Paving Limited. The contractors returned tender submissions as follows:

- Norjohn Contracting and Paving – low bid
- Cornell Construction - \$3,839.04 over lowest bid
- Duncor Enterprises Inc. - \$32,023.44 over low bid

Norjohn Contracting and Paving has provided this service for area municipalities in the past.

Upon adoption of the 2018 Operating and Capital budget, North Huron Public Works staff contacted Norjohn Contracting to determine if the procured pricing would be extended to North Huron. The contractor agreed to deliver the service to North Huron at the same rate and provided a written quote of \$69,888.00 plus taxes to complete the 2018 Rural Road Resurfacing project.

DISCUSSION

This project involves the application of the second coat of surface treatment on Reid Road from Hwy 4 to Currie Line and Moncrieff Road from Hwy 4 to Currie Line. The application of this second layer of tar and chip will further seal the road, after which, the roads will only require standard maintenance for five to seven years. In the event that this follow-up application is not applied, the integrity of the roads will degrade at a higher rate and will require re-application of the surface treatment sooner.

FINANCIAL IMPACT

This project is included in the 2018 Operating Budget for Rural Road Maintenance. The tender price is below budgeted amounts.

FUTURE CONSIDERATIONS

None at this time.

RELATIONSHIP TO STRATEGIC PLAN

This project relates to **Goal No. 4** of the Strategic Plan in that the administration is fiscally responsible and strives for operational excellence,



Sean McGhee, Director of Public Works



Dwayne Evans, CAO