



City of North Bay Report to Council

Report No: CORP-2022-098

Date: July 29, 2022

Originator: Mary-Ann Kotylak, CPPB, CPPO
Manager of Purchasing

Gerry McCrank, C.E.T., LEL
Senior Project Manager

Business Unit:
Corporate Services

Department:
Financial Services Department

Subject: Request for Tender 2022-71 Lee's Road Rehabilitation

Closed Session: yes ☐ no ☒

Recommendation

That City Council approves the award of a contract to Pioneer Construction Inc. in the amount of \$2,699,529.33 (plus HST) for Lee's Road Rehabilitation.

Background

The road structure for Lee's Road from Trout Lake Road to Tower Drive is nearing or at the end of its useful life and needs to be rehabilitated. It was also identified that the road has issues from numerous frost heaves, deteriorating drainage culverts, and safety concerns due to lack of protection along the adjacent creek.

The existing road geometry that affects the operations, safety and capacity of the road will be upgraded as part of the project, including safety cable guide rail along the length of the adjacent creek; removal of frost heaves; replacement of corroding culverts; pulverizing of existing asphalt road; two lifts of asphalt paving; installation of asphalt curb; ditching and other ancillary items.

Financial/Legal Implications

A formal bid request, which closed July 19 2022, was administered by the Purchasing Department and was publically advertised in accordance with the City's Purchasing By-Law 2013-200. Four bids were evaluated by the

Purchasing Manager and the Senior Project Manager. The evaluation considered company ability, experience and price.

The results are as follows:

Ranking	Company	Bid Price
1	Pioneer Construction Inc.	\$2,699,529.33
2	Teranorth Construction & Engineering Limited	\$2,992,871.15
3	Canor Construction Inc.	\$2,998,125.49
4	Kenalex Construction Company Limited	\$3,281,888.00

The bid from Pioneer Construction Inc. was the lowest bid and provides the best overall value to the City. Their bid is considered fair and reasonable.

Sufficient funding for this contract is available in Capital Project No. 3814RD – Lees Road Reconstruction which has a total budget of \$2,799,983. This budget amount includes the transfers as described in Report to Council No. CORP 2022-085 – Capital Variance Report as at June 30, 2022. Furthermore, it is estimated that up to \$153,000 will need to be transferred from the Ontario Community Infrastructure Reserve No. 99581R to Project 3814RD to cover the balance of the project costs including design fees, consulting fees, and to provide a small contingency for the overall project.

Corporate Strategic Plan

- | | |
|--|--|
| <input type="checkbox"/> Natural North and Near | <input type="checkbox"/> Economic Prosperity |
| <input checked="" type="checkbox"/> Affordable Balanced Growth | <input type="checkbox"/> Spirited Safe Community |
| <input type="checkbox"/> Responsible and Responsive Government | |

Specific Objectives

Maintain infrastructure across the city in a good state of repair.

Options Analysis

Option 1: That City Council approves the award of a contract to Pioneer Construction Inc. in the amount of \$2,699,529.33 (plus HST) for Lee's Road Rehabilitation.

Option 2: Do not award a contract. This option is not recommended because the road has been identified as being at or near the end of its useful life increasing the amount of maintenance needed to keep the road operational.

Recommended Option

That City Council approves the award of a contract to Pioneer Construction Inc. in the amount of \$2,699,529.33 (plus HST) for Lee's Road Rehabilitation.

Respectfully submitted,

Name: Mary-Ann Kotylak, CPPB, CPPO
Title: Manager of Purchasing

Name: Gerry McCrank, C.E.T., LEL
Title: Senior Project Manager

We concur with this report and recommendation

Name: Adam Lacombe, P. Eng.
Title: Senior Capital Program Engineer

Name: John Severino, P.Eng, MBA
Title: City Engineer – Infrastructure and Operations

Name: Margaret Karpenko, CPA, CMA
Title: Chief Financial Officer /Treasurer

Name: David Euler, P.Eng., PMP
Title: Chief Administrative Officer

Personnel designated for continuance:

Name: Gerry McCrank, C.E.T., LEL
Title: Senior Project Manager