



## Report to County Council

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**From:** Peter Dutchak, Director of Engineering Services  
Mike Hoogstra, Manager of Procurement & Risk

**Date:** May 28, 2024

**Subject:** St. George Street (CR 26) Reconstruction (Tender No. 2024-T09) – Contract Award

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### Recommendation(s):

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THAT PV-EX Construction Ltd. be selected to complete the St. George Street (County Road 26) Reconstruction project, Tender No. 2024-T09 at a total price of \$3,279,205 including a \$335,000 contingency allowance and exclusive of HST.; and,

THAT the Warden and Chief Administrative Officer be directed and authorized to sign the contract.

### Introduction:

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As part of the 2024 Capital Budget, a tender was advertised and issued as per the County's Procurement Policy for the Reconstruction of St. George Street (CR 26) from Wellington Road (CR 25) to the Canadian National Railway (CN) spur line in the Municipality of Central Elgin, being a total length of 1.1 kilometres.

### Background and Discussion:

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A total of fifteen (15) contractors downloaded tender documents for this project from the County's bidding system [bids&tenders](#). Eight (8) contractors submitted electronic bids for this tender which closed on May 8, 2024. Bids were received as follows:

Company	Bid Price (exclusive of HST)
PV-EX Construction Ltd.	\$3,279,205.00
291 Construction Ltd.	\$3,417,561.95
J-AAR Civil Infrastructures Limited	\$3,520,033.82
L82 Construction Ltd.	\$3,653,970.21

<b>Company</b>	<b>Bid Price (exclusive of HST)</b>
Cassidy Construction London Limited	\$3,735,869.88
Elgin Construction	\$3,757,481.60
Omega Contractors Inc.	\$3,901,893.98
Amico Infrastructures Inc.	\$4,316,603.20

PV-EX Construction Ltd. submitted the lowest compliant bid for the project at a total price of \$3,279,205.00 exclusive of HST.

**Financial Implications:**

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The approved 2024 Capital Budget allocated \$3,636,300 for this reconstruction project. Sufficient project funds exist to accommodate the low bid received for this project. The following summary of projected estimated costs is provided for review and will be confirmed throughout the project:

St. George Street Reconstruction Tender Value	\$ 3,279,205
<u>Net HST (1.76%)</u>	<u>\$ 57,714</u>
<b>Total Projected Costs</b>	<b>\$ 3,336,919</b>

<b>2024 Capital Budget Allocation</b>	<b>\$ 3,636,300</b>
<b>Forecast Budget Surplus/(Deficit)</b>	<b>\$ 299,381</b>

**Alignment with Strategic Priorities:**

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<b>Serving Elgin</b>	<b>Growing Elgin</b>	<b>Investing in Elgin</b>
<input checked="" type="checkbox"/> Ensuring alignment of current programs and services with community need.  <input type="checkbox"/> Exploring different ways of addressing community need.  <input type="checkbox"/> Engaging with our community and other stakeholders.	<input type="checkbox"/> Planning for and facilitating commercial, industrial, residential, and agricultural growth.  <input type="checkbox"/> Fostering a healthy environment.  <input checked="" type="checkbox"/> Enhancing quality of place.	<input checked="" type="checkbox"/> Ensuring we have the necessary tools, resources, and infrastructure to deliver programs and services now and in the future.  <input checked="" type="checkbox"/> Delivering mandated programs and services efficiently and effectively.

**Local Municipal Partner Impact:**

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The Municipality of Central Elgin and City of St. Thomas have been consulted throughout project design and their input has been incorporated into the project scope.

A construction detour will be established to restrict through road traffic while permitted local resident access as much as possible during the project. Regular and ongoing communication to affected property owners, including the distribution of “door knockers” will keep residents within the project area apprised of project activities.

**Communication Requirements:**

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Council, Municipal staff and residents have been and will continue to be advised of the project and construction progress updates.

**Conclusion:**

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Tenders for the reconstruction of St. George Street (CR 26) have been received and the lowest bid was under budget. Construction is expected to commence mid-June 2024 with a substantial completion anticipated to be achieved by the end of September 2024. Final asphalt paving and minor restoration will be completed in 2025.

The County of Elgin would like to recognize the Government of Ontario for their funding assistance with the St. George Street Reconstruction project through the Ontario Community Infrastructure Fund (OCIF). The Government of Ontario continues to strengthen communities through investments to construct and repair critical infrastructure for which the County of Elgin is grateful to be a recipient.

As per the County of Elgin’s Procurement Policy, if change orders are required and the cost increases above the tender amount approved by Council by less than 10%, and the amount is within the overall budgeted project amount, work will proceed upon authorization by the Director. However, if the cost increases above the tender amount approved by Council by more than 10%, the Director will prepare a further report to Council outlining the expenditures.

All of which is Respectfully Submitted

Approved for Submission

Peter Dutchak  
Director of Engineering Services

Blaine Parkin  
Chief Administrative Officer/Clerk