

NO: R074

COUNCIL DATE: April 14, 2025

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## REGULAR COUNCIL

TO: **Mayor & Council**

DATE: **April 9, 2025**

FROM: **General Manager, Engineering**

FILE: **1725-016/11**

SUBJECT: **Award of Contract No. 1725-016-11 Local Road and Overlay Paving Program**

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## RECOMMENDATION

The Engineering Department recommends that Council:

1. Award Contract No. 1725-016-11 to Pavex Paving Ltd. in the amount of \$1,875,280.47 (including GST) for Local Road and Overlay Paving Program at various locations;
2. Set the expenditure authorization limit for Contract No. 1725-016-11 at \$2,060,000.00 (including GST and contingency); and
3. Authorize the General Manager, Engineering to execute Contract No. 1725-016-11.

## INTENT

The intent of this report is to seek Council's approval to award a contract for the Local Road and Overlay Paving Program.

## BACKGROUND

This contract includes the completion of pavement overlays as well as coordinated paving work on local roads. Throughout various land development projects, it has been the City's practice to collect cash-in-lieu for pavement overlays with the intention of completing the pavement overlays in a coordinated approach with adjacent land development and capital projects resulting in a more economical approach to completing the final lift pavement overlays. There are a total of 209 locations across the City where final pavement overlays are required (approximately 43 lane-km).

## DISCUSSION

### Scope of Work

The construction package related to this contract consists of pavement overlays at 58 of the 209 locations. Additionally, the contract includes repaving local roads to maintain a state of good repair, the locations of which are illustrated on the map attached to this report as Appendix "I".

The contract permits construction from 7:00 a.m. to 10:00 p.m., Monday through Friday, in compliance with the *Surrey Noise Control Bylaw, 1982, No. 7044*.

## Invitation to Tender Results

Tender invitations were limited to contractors who were pre-qualified under the City’s paving pre-qualification list for arterial, collector, and local road pavement rehabilitation program. Six tenders were received for the subject contract which were opened on April 4, 2025 with the following results:

<i>Contractor</i>	<i>Tendered Amount (with GST)</i>	<i>Corrected Amount</i>
1. Pavex Paving Ltd.	\$1,871,080.47	\$1,875,280.47
2. GB Paving Ltd.	\$2,068,468.29	\$2,067,001.44
3. BA Blacktop Ltd.	\$2,244,922.11	No Change
4. Grandview Blacktop Ltd.	\$2,256,251.85	No Change
5. Mainland Construction Materials ULC dba Winvan Paving Ltd.	\$2,393,751.15	No Change
6. All Roads Construction	\$2,926,875.00	No Change

The Engineer’s (R.F. Binnie & Associates Ltd.) pre-tender estimate was \$2.6 million (including GST).

## Evaluation

The submissions were reviewed for accuracy and completeness. There were two arithmetic errors that had no bearing on the outcome of the tender process. All submissions included the required 10% bid bond and were signed on the Tender Form.

The low bidder, Pavex Paving Ltd., has provided a Consent of Surety for a Performance Bond and a Labour & Materials Bond, and agreed to complete the work within 70 working days, as stipulated in the contract. They have no outstanding legal claims against the City. It is recommended that Pavex Paving Ltd. be awarded Contract No. 1725-016-11.

## Project Schedule

The contract work is expected to start May 2025 and be completed by September 2025.

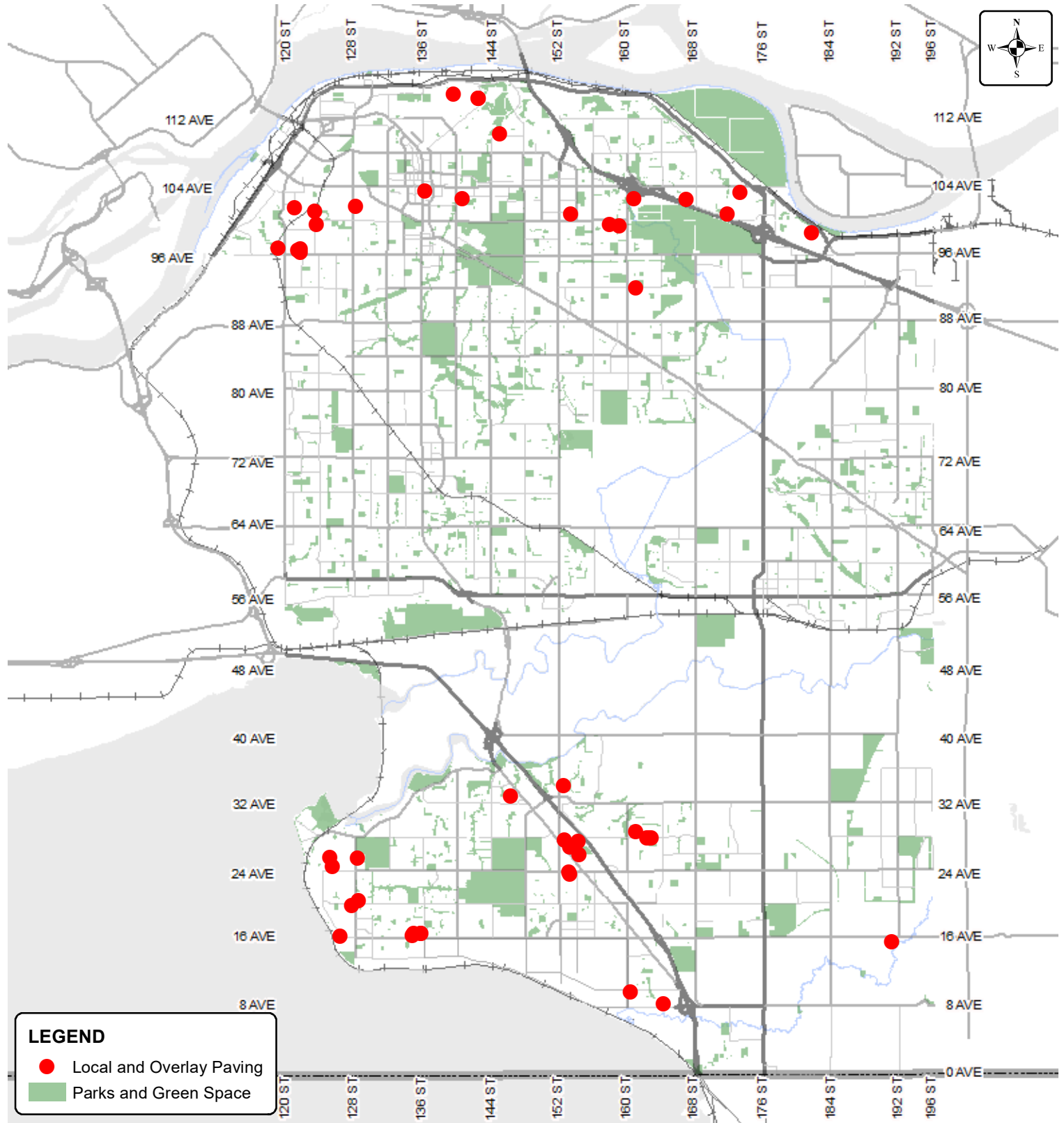
## FUNDING

Funding for this contract is available in the approved 2025 Transportation Budget.

Scott Neuman, P.Eng.  
General Manager, Engineering

VJ/JR/bn

Appendix “I” – Map of Locations – Contract No. 1725-016-11



## CONTRACT NO. 1725-016-11 Local and Overlay Paving

ENGINEERING  
DEPARTMENT