

COUNCIL MEETING
INFRASTRUCTURE SERVICES/ENGINEERING

REPORT ENG-2025-18
June 17, 2025

SUBJECT: Tender Award & Reallocation of Funds - 2025 Crack Sealing Program

AUTHOR: Livia McEachern, P.Eng.
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APPROVING: Sherri-Marie Millar, P/Eng.
Director of Infrastructure Services/City Engineer

RECOMMENDATION:

THAT THE COUNCIL OF THE CITY OF WELLAND accepts the tender from 788893 ONTARIO LIMITED o/a Niagara Crack Sealing in the amount of \$72,500.00 (plus HST) being the lowest bid received for the 2025 Crack Sealing Program; and further

THAT Council approve the reallocation of \$5,000.00 of funding from the 2023 Road Resurfacing project to the 2025 Crack Sealing Program.

RELATIONSHIP TO STRATEGIC PLAN:

This recommendation is aligned to Council's strategic priority of ensuring "**Environmental Stewardship**" to protect the ecosystems through a responsible approach to minimize the impact on the environment through supportive decision-making, professional processes, incentives, policies, and operational practices.

EXECUTIVE SUMMARY:

Crack sealing is a cost-effective method used to extend pavement life and prevent further pavement deterioration.

Staff recommend awarding the 2025 Crack Sealing Program contract to the low tender bidder, 788893 ONTARIO LIMITED o/a Niagara Crack Sealing, in the amount of \$72,500.00 (plus HST).

Furthermore, staff recommend the reallocation of \$5,000.00 of funding from the 2023 Road Resurfacing project to the 2025 Crack Sealing Program to cover the funding shortfall.

BACKGROUND:

Crack sealing is a cost-effective preventative maintenance method used to extend the pavement life of municipal roads. Crack sealing employs the application of a sealant to fill surficial asphalt cracks. The sealant prevents water and debris from entering the cracks and causing further deterioration to the pavement structure. This pro-active maintenance activity prevents pothole formation and reduces long-term pavement repair costs.

The road segments included in the 2025 Crack Sealing Program have been summarized on the attached Location Plan (Appendix 1). Forty sections of road are proposed for crack sealing with an estimated total of 20,000 linear meters of crack sealing.

DISCUSSION:

The tender was released on Friday, May 9, 2025, and was publicly advertised and listed with the Niagara Construction Association and posted with a major Canadian tendering website for two (2) weeks.

Two (2) tenders were received on closing day, Monday, May 26, 2025. Both submissions have been reviewed for accuracy and have been found to be in compliance with the City of Welland's tender requirements and the provisions of the current Purchasing Policy.

A summary of all tenders received, excluding HST, is provided in the table below.

CONTRACTOR NAME & ADDRESS	TENDER PRICE (excluding HST)
788893 ONTARIO LIMITED o/a Niagara Crack Sealing 40 Stonebridge Road, Port Colborne, ON, L3K 5V5	\$72,500.00
Upper Canada Road Services Inc. 311 Amber Street, Unit 1, Markham, ON, L3R 3J7	\$92,766.61

FINANCIAL:

A breakdown of both the contract cost estimate and the proposed funding allocations are summarized in the tables below.

PROJECT COST BREAKDOWN	AMOUNT
2025 Crack Sealing Program - Tender Low Bid	\$72,500.00
City's Portion of HST (1.76%)	\$1,276.00
Total Anticipated Cost:	\$73,776.00

PROJECT FUNDING BREAKDOWN	AMOUNT
2025 Crack Sealing Program (10-320-25151)	\$70,000.00
* 2023 Road Resurfacing (10-320-23169)	\$5,000.00

Total Proposed Project Funding:	\$75,000.00
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** Reallocate funds to account 10-320-25153 "2025 Crack Sealing Program". The 2023 Road Resurfacing project is complete.*

The tender price from the low bidder plus 1.76% for the City's portion of the HST is \$73,776.00. With the reallocation of funding, there is sufficient budget approved to complete the contract.

ATTACHMENT:

Appendix 1 – Location Plan