



Item .....
Meeting .....2015 Sep 28

## COUNCIL REPORT

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**TO:** CITY MANAGER **DATE:** 2015 September 22

**FROM:** DIRECTOR FINANCE **FILE:** 5820-20  
*Reference:* 110-07/12

**SUBJECT: CONTRACT EXTENSION  
SUPPLY AND DELIVERY OF SAND AND GRAVEL**

**PURPOSE:** To obtain Council approval for a one year contract extension for the supply and delivery of sand and gravel.

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### RECOMMENDATION:

1. **THAT** Council approve a one year contract extension for the supply and delivery of sand and gravel with STL Contracting Ltd., for an estimated total cost of \$635,000 including taxes in the amount of \$68,035.71. Final payment will be based on actual quantities ordered and unit prices quoted.

### REPORT

On 2012 August 16, Council awarded a one year contract with a provision for up to four (4) one year extensions to STL Contracting Ltd. for the supply and delivery of different types of sand and gravel aggregates.

This recommendation is for a third one year contract extension that includes an average increase of approximately 3% over the existing prices for the period 2015 October 01 to 2016 September 30. Purchasing and Engineering staff have reviewed the contract increase and have found that the pricing is reflective of current market conditions. The Director Engineering concurs with this recommendation.

Material is inventoried at the City Works Yard as well as delivered directly to jobsites, as required. Funding for the contracted material is provided in various operating and capital accounts included in the 2015 – 2019 Financial Plan.

A handwritten signature in cursive script, reading "Denise Jorgenson".

Denise Jorgenson  
DIRECTOR FINANCE

GC:ML/ts

cc: Director Engineering