

COUNCIL REPORT

TO: CITY MANAGER **DATE:** 2018 September 10

FROM: DIRECTOR FINANCE **FILE:** 5820-20
Reference *RFQ #164-09/15*

**SUBJECT: CONTRACT EXTENSION
ONSITE CONCRETE AND ASPHALT CRUSHING**

PURPOSE: To request Council approval for a two year contract extension for the supply and delivery of onsite concrete and asphalt crushing.

RECOMMENDATION:

1. **THAT** Council approve a two year contract extension for \$287,495.49 including GST in the amount of \$13,690.26 to Regehr Contracting Ltd. as outlined in this report. Final payment will be based on unit prices and actual quantities ordered.

REPORT

The work of this contract is to supply services related to recycling approximately 45,000 tonnes of reclaimed concrete and asphalt from jobsites to be reused as base material throughout the City. The recycled product is inventoried at the Norland storage yard for City usage.

In 2015 September, the City awarded a one year contract to Regehr Contracting Ltd. for a total value of \$95,416.13 including GST in the amount of \$4,543.63. The initial contract was for the period 2015 October 01 to 2016 September 30 with options for up to four extension years at the discretion of the City. The City Manager has since renewed two additional years for \$274,995.68 including GST in the amount of \$13,095.03 with a total value of \$370,411.81 including GST in the amount of \$17,638.66.

This recommendation is for the final renewal for two extension years, effective 2018 October 01 to 2020 September 30 for an estimated value of \$287,495.49 including GST in the amount of \$13,690.26. Prices have increased approximately 4% due to increased operating costs. Total estimated contract value will be \$657,907.30 including GST in the amount of \$31,328.92.

Regehr Contracting Ltd. has a proven track record in the supply of these services in the past to the satisfaction of the City. The Director Engineering concurs with this recommendation.

Funding for the requirements is provided in the General Revenue Fund for inventory items within the 2018 – 2022 Financial Plan.



Noreen Kassam, CPA, CGA
DIRECTOR FINANCE

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Copied to: Director Engineering