

TO: CITY MANAGER **DATE:** 2019 January 21

FROM: DIRECTOR FINANCE **FILE:** 5820-20
Reference: RFQ #44-03/17

**SUBJECT: CONTRACT INCREASE
DUCTILE IRON PIPE**

PURPOSE: To request Council approval to award a contract increase for the supply and delivery of ductile iron pipe.

RECOMMENDATION:

1. **THAT** Council approve a contract increase of \$125,440 including GST and PST in the amount of \$13,440 to Andrew Sheret Ltd. as outlined in this report. Final payment will be based on the actual quantity of goods and services delivered and unit prices as tendered.

REPORT

In 2017, the City awarded a one year contract for the supply of ductile iron water pipe to Andrew Sheret Ltd., for an estimated value of \$300,000 including GST and PST in the amount of \$32,143. The initial contract was for the period 2017 July 01 to 2018 June 30, with options of up to four individual one year extensions at the discretion of the City.

The City has since renewed the first renewal year for \$191,600 including GST and PST in the amount of \$20,529 for the period 2018 July 01 to 2019 June 30. This recommendation is for a contract increase of \$125,440 including GST and PST in the amount of \$13,440. The total contract value will be \$617,040 including GST and PST in the amount of \$66,112. The Director Engineering concurs with this recommendation.

Funding for this contract is provided in various operating and capital accounts within the 2018 – 2022 Financial Plan.



Noreen Kassam, CPA, CGA
DIRECTOR FINANCE

NK:GC:ML/ew

Copied to: Director Engineering