
TO: CITY MANAGER **DATE:** 2015 June 30

FROM: DIRECTOR FINANCE **FILE:** 5820-20
Reference: 71-05/13

SUBJECT: CONTRACT EXTENSION - DUCTILE IRON WATER PIPE

PURPOSE: To obtain Council approval for a one year contract extension for the supply and delivery of ductile iron water pipe.

RECOMMENDATION:

1. **THAT** Council approve a one year contract extension for the supply and delivery of ductile iron water pipe with Andrew Sheret Ltd. at a total estimated cost of \$250,000 including taxes in the amount of \$26,786. Final payment will be based on actual quantities ordered and quoted unit prices.

REPORT

In 2013 May, the City issued a tender for ductile iron water pipe on behalf of the Vancouver Regional Co-operative Purchasing Group (VRCPG). The tender resulted in the award of a one year contract for the supply and delivery of ductile iron water pipe to Andrew Sheret Ltd. Participating Co-operative members are the cities of Burnaby, North Vancouver, Port Coquitlam and the districts of North and West Vancouver. The tender document allows for up to four one year extensions.

The recommendation is for a second contract extension in the amount of \$250,000 including taxes of \$26,786. Due to recent US exchange fluctuations, there is an increase of 6.5% over the existing prices, for the period 2015 July 01 to 2016 June 30. All VRCPG members concur with the recommended extension.

The ductile iron pipe is inventoried at the City Works Yard and as well, is 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.



Denise Jorgenson
DIRECTOR FINANCE

GC/ML:ts

cc. Director Engineering