

The Corporation of the City of Kawartha Lakes
Council Report

Report Number PUR2018-038

Date: August 14, 2018
Time: 2:00 p.m.
Place: Council Chambers

Ward Community Identifier: various wards

Title: 2018-81-CQ Road Lifecycle Extension – Asphalt Overlay

Author and Title: Linda Lee, Buyer
Mike Farquhar, Supervisor, Technical Services

Recommendation(s):

That Report PUR2018-038, 2018-81-CQ Road Lifecycle Extension – Asphalt Overlay, be received;

That Royel Paving, A division of CRH Canada Group Inc., be selected for the award of 2018-81-CQ Road Lifecycle Extension – Asphalt Overlay, for the total quoted amount of \$267,839.50 Plus HST.

That subject to receipt of the required documents, the Mayor and Clerk be authorized to execute the agreements to award the contract; and

That the Procurement Division be authorized to issue a Purchase Order.

Department Head: _____

Financial/Legal/HR/Other: _____

Chief Administrative Officer: _____

Background:

Within the 2018 Capital budget the program RD1807 Road Life Cycle Extension was approved for the treatment of road sections with preservation measures to insure and extend the surface life cycle of the selected road sections. These preservation measures can involve localized paving, single surface treatment, micro surfacing, crack sealing and slurry sealing as listed under RD1807.

This tender was issued under RD1807 for Localize paving. Residual funds from RD1707 Road Life Cycle Extension will be used to fund these works as well. RD1707 had been given carryover approval in the 2018 Q2 capital close report CORP2018-012.

The Request for Quotation (RFQ) 2018-81-CQ Road Lifecycle Extension – Asphalt Overlay was released and advertised in accordance with the Purchasing Policy.

The RFQ closed on Thursday July 26, 2018 and was opened in public by Mayor Andy Letham and Ashley Wykes, Buyer of Financial Services.

Quotations were received from the following:

Company	
Royal Paving, a division of CRH Canada Inc.	\$267,839.50
Coco Paving Inc.	\$357,877.40

In accordance with the Purchasing Policy the results of a competitive procurement process are considered to be irregular when fewer than three submissions are received in a formal competitive procurement process.

Irregular results of a competitive procurement process require that the selection of the vendor for award be approved according to the Table of Authority (4.04).

Bids received were checked for mathematical errors and compliance to the bid call.

Royal Paving is the lowest compliant quote and is known to the City.

Rationale:

Staff recommends that Royal Paving, a division of CRH Canada Group Inc. be selected for the award of Quotation 2018-81-CQ Road Lifecycle Extension, Asphalt Overlay for the quoted price of \$267,839.50 plus HST.

Other Alternatives Considered:

No other alternative is being considered as the competitive procurement processes were followed and the lowest compliant bid is being recommended.

Financial/Operation Impacts:

Funds for 2018-81-CQ were approved in the 2017 and 2018 Capital Budget as indicated in the table below.

Capital Project Number	Project Budget	Other Committed Funds	Capital Project balance	Purchase Amount (excl. HST)	10% Contingency	HST Payable	Total Amount	Project Balance
RD1707 983170700	\$500,000	\$407,143	\$92,857	\$82,955	\$8,295	\$1,606	\$92,856	\$0
RD1807 983180701	\$310,300	\$0	\$310,300	\$184,884	\$18,488	\$3,579	\$199,793	\$110,207
Total	\$810,300	\$407,143	\$402,857	\$267,839	\$26,783	\$5,185	\$292,649	\$110,207

Upon completion of the work, any remaining surplus or deficit will be dealt with through the Capital close report presented to Council by the Treasury Department in accordance with the Capital Close Policy.

Relationship of Recommendation(s) To The 2016-2019 Strategic Plan:

This project relates to Goal1 by maintaining the City existing infrastructure :

- Goal 1 – A Vibrant and Growing Economy

Consultations:

Junior Accountant

Department Head E-Mail: jrojas@kawarthalakes.ca

Department Head: Juan Rojas, Director of Engineering and Corporate Assets

Department File: 2018-81-CQ