

The Corporation of the City of Kawartha Lakes

Council Report

Report Number PUR2019-032

Date: August 13, 2019
Time: 2:00 p.m.
Place: Council Chambers

Ward Community Identifier: various wards

Title: 2019-70-CQ Gravel Road Rehabilitation

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

Recommendation(s):

That Report PUR2019-032, **2019-70-CQ Gravel Road Rehabilitation**, be received;

That Royel Paving, a division of CRH Canada Group Inc. be selected for the award of Quotation 2019-70-CQ Gravel Road Rehabilitation for the quoted price of \$1,503,603.50 plus HST;

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

That the Financial Services Division be authorized to issue a purchase order.

Department Head:_____

Financial/Legal/HR/Other:_____

Chief Administrative Officer:_____

Background:

In 2018 Council adopted and approved a 3 year term project for the rehabilitation of gravel roads. The project was based on roads sections brought forward by Public Works and Council based on level of service issues that had been identified. This tender represents year 2 of that program. Scope of work includes ditching, culvert replacements, road base repairs.

The Request for Quotation (RFQ) 2019-70-CQ Gravel Road Rehabilitation was released and advertised in accordance with the Purchasing Policy.

The RFQ closed on Thursday July 4, 2019 and was opened in public by Jane Pyle, Executive Assistant to the CAO and Linda Lee, Buyer.

Quotations were received from the following:

Company Name	Total Amount read out at opening
Royel Paving, A division of CRH Canada Group Inc.	\$1,503,603.50
Four Brothers Construction	\$1,950,875.00

Two (2) submissions were received. In accordance with the Purchasing Policy, if fewer than three (3) submissions are received in a formal competitive procurement process it must go to Council.

The quotations were evaluated and Royel Paving was found to be the lowest compliant submission. This vendor is known to the City.

Rationale:

Staff recommends that Royel Paving, A division of CRH Canada Group Inc. be awarded 2019-70-CQ Gravel Road Rehabilitation as the lowest compliant submission.

Other Alternatives Considered:

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

Financial/Operation Impacts:

Funds for 2019-70-CQ were approved in the 2019 Capital Budget as indicated in the table below:

Capital Project Number	Project Budget	Other Committed Funds	Capital Project balance	Purchase Amount (excl. HST)	Contingency 10%	HST Payable	Total Amount	Project Balance
983181400	\$3,475,350	\$1,394,913	\$2,080,437	\$1,503,604	\$150,360	\$29,111	\$1,683,075	\$397,362

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 Goal 1 by maintaining the City's existing infrastructure:

- Goal 1 – A Vibrant and Growing Economy

Link to Strategic Plan

<http://links/corpdocs/Corporate/2016%20Strategic%20Plan%20-%20City%20of%20Kawartha%20Lakes.pdf?Web=1>

Consultations:

Junior Accountant

Department Head E-Mail: jrojas@kawarthalakes.ca

Department Head: Juan Rojas

Department File: 2019-70-CQ