



Item .....  
Meeting ..... 2014 Sep 29

## COUNCIL REPORT

**TO:** CITY MANAGER **DATE:** 2014 September 22

**FROM:** DIRECTOR FINANCE **FILE:** 5820-20  
*Reference:* 110-07/12

**SUBJECT: CONTRACT EXTENSION  
SUPPLY AND DELIVERY OF SAND AND GRAVEL**

**PURPOSE:** To obtain approval for a one year contract extension for the supply and delivery of sand and gravel.

### RECOMMENDATION:

1. **THAT** Council approve a one year contract extension for the supply and delivery of sand and gravel with STL Contracting Ltd. for a total estimated cost of \$475,000 including delivery and taxes. Final payment will be based on actual quantities ordered and unit prices quoted.

### REPORT

On 2012 August 16, Council awarded a one year contract with a provision for up to four (4) one year extensions to STL Contracting Ltd. for the supply and delivery of different types of sand and gravel aggregates.

This recommendation is for a second one year contract extension that includes an average increase of approximately 3.6% over the existing prices for the period 2014 October 01 to 2015 September 30. Purchasing staff have reviewed the contract increase and have found that the pricing is reflective of current market conditions.

The Director Engineering concurs with this recommendation.

Material is inventoried at the City Works Yard as well as delivered directly to jobsites, as required. Funding for the contracted material is provided in various operating and capital accounts included in the 2014 – 2018 Financial Plan.

A handwritten signature in blue ink, appearing to read "D. Jorgenson".

Denise Jorgenson  
DIRECTOR FINANCE

GC:ML/ts

cc: Director Engineering