



TOWNSHIP OF NORTH HURON

REPORT

Item No.

REPORT TO: Reeve Vincent and Members of Council
PREPARED BY: Sean McGhee
DATE: 03/04/2018
SUBJECT: Pre-Budget Approval Request for Calcium Chloride Application
ATTACHMENTS:

RECOMMENDATION:

THAT the Council of the Township of North Huron hereby receive the report of the Director of Public Works, dated April 3rd, 2018 regarding a proposed calcium chloride purchase for 2018 for information;

AND FURTHER THAT pre-budget approval be awarded to Da-Lee Dust Control for the provision of 375,000 liters of calcium chloride for dust control purposes at a total cost of \$76,875.⁰⁰ plus applicable taxes.

EXECUTIVE SUMMARY

The application of calcium chloride to gravel roads in the East Wawanosh Ward is an annual operational function. In an effort to save funds and align our practices with our existing procurement policy, North Huron and Morris-Turnberry released a joint request for quotation to secure pricing for the application of calcium chloride. Morris-Turnberry took the administrative lead on this project.

Two firms provided pricing for comparable services with Da-Lee Dust Control providing the best price for the specified product.

DISCUSSION

Quotes were requested for a three-year period, with the ability for the Township to extend services an additional two years.

Bids for service (excluding taxes) that were included in the two tender submissions received were as follows:

Da-Lee Dust Control

Year	Item	Unit	Quantity	Unit Price	Total
2018	Supply and Application of 35% Calcium Chloride to loose top roads	Litre	375,000	\$0.2050	\$76,875.00
2019	Supply and Application of 35% Calcium Chloride to loose top roads	Litre	375,000	\$0.2050	\$76,875.00
2020	Supply and Application of 35% Calcium Chloride to loose top roads	Litre	375,000	\$0.2153	\$80,737.50

Pollard Highway Products

Year	Item	Unit	Quantity	Unit Price	Total
2018	Supply and Application of 35% Calcium Chloride to loose top roads	Litre	375,000	\$0.245	\$91,875.00
2019	Supply and Application of 35% Calcium Chloride to loose top roads	Litre	375,000	\$0.250	\$93,750.00
2020	Supply and Application of 35% Calcium Chloride to loose top roads	Litre	375,000	\$0.255	\$95,625.00

By engaging in this process and securing quotations for the service, we are now compliant with our procurement policy. Authorizing pre-budget approval of the purchase will permit Da-Lee to begin scheduling and preparing for the application of dust control.

FINANCIAL IMPACT

The purchase and application of calcium chloride is included in the draft 2018 operating budget. This service is provided at a cost of \$78,228.⁰⁰ including applicable taxes.

FUTURE CONSIDERATIONS

None at this time.

RELATIONSHIP TO STRATEGIC PLAN

This project relates to **Goal No. 4** of the Strategic Plan in that the administration is fiscally responsible and strives for operational excellence,



Sean McGhee, Director of Public Works



Dwayne Evans, CAO