



TOWNSHIP OF NORTH HURON

REPORT

Item No.

REPORT TO: Reeve Vincent and Members of Council
PREPARED BY: Jeff Molenhuis
DATE: 20/03/2017
SUBJECT: RFT for Crush, Load, Haul, and Spread Maintenance Gravel Award
ATTACHMENTS: None

RECOMMENDATION:

THAT the Council of the Township of North Huron hereby received the RFT for Crush, Load, Haul, and Spread Maintenance Gravel Award Report for information purposes;

AND THAT RFT-2017-002 be awarded to Joe Kerr Limited to crush, load, haul, and spread approximately 19,400 tonnes of Granular 'A' crushed gravel, at a cost of \$ 5.32 per tonne, in the amount of \$ 111,309.52 including HST.

AND FURTHER THAT the Council authorizes the Reeve and Clerk to sign the contract documentation.

EXECUTIVE SUMMARY

At the February 21st, 2017 Council meeting, the following resolution was passed:

THAT the Council of the Township of North Huron hereby grants pre-budget approval to tender for Crushing, Loading, Hauling, and Spreading of Maintenance Gravel in North Huron;

AND FURTHER THAT the Director of Public Works is authorized to proceed with the necessary documentation.

DISCUSSION

On February 22nd, Tender RFT-2017-002 was issued for procurement of approximately 19,400 tonnes of Granular 'A' maintenance gravel to be crushed, loaded, hauled and spread. It closed on March 8, 2017.

The following tenders were received:

Bidder	Location	Tender Amount Including HST
Joe Kerr Ltd.	Wingham, ON	\$111,309.52
Johnston Brothers (Bothwell) Ltd.	Bothwell, ON	\$117,870.30

The two tenders that were received met the conditions of the Tender.

FINANCIAL IMPACT

The financial impact to North Huron is based on actual quantities used in 2017. The total granular quantities for the Township of North Huron is anticipated to be approximately 19,400 tonnes, with the low bid equating to \$111,309.52. Note this year’s budget section will also include staff time directly to the Maintenance Gravel job cost, in addition to the cost for materials noted in this report.

FUTURE CONSIDERATIONS

In the past in North Huron, maintenance gravel is undertaken in the spring months. Staff will be reviewing this approach over the spring of 2017 operation activities. Some municipalities conduct maintenance gravel in the fall months, and there may be an opportunity for operational improvements if maintenance gravel was moved to the fall, provided the timing doesn’t impact the road condition in the spring. Staff will likely undertake a pilot project this year to defer some segments of maintenance gravel until the fall, and see how the road segment responds into the 2018 spring season. Fall maintenance gravel is a common approach in neighbouring municipalities.

RELATIONSHIP TO STRATEGIC PLAN

Goal 3 the Township is healthy and safe. Goal 4 the administration is fiscally responsible and strives for operational excellence.



Jeff Molenhuis, Director of Public Works



Sharon Chambers, CAO