

COUNCIL REPORT

To: Mayor and Council

From: Administration

Date: May 16, 2023

Subject: Asphalt and Concrete Work RFP – Contract Award

RECOMMENDATION:

THAT Council awards the 2023 Asphalt and Concrete Works project to Terus Construction Ltd. dba Pittman Asphalt in an amount up to \$949,504.15 plus GST;

AND THAT the Chief Administrative Officer be authorized to execute the contract and any related documentation.

BACKGROUND:

In alignment with Council Policy 3.1 - Purchasing Procurement Procedures & Guidelines, the District posted a Request for Quotations (RFQ) from April 6 – 28, 2023 to complete the District's 2023 Asphalt and Concrete Works project.

Based on a site review earlier this spring, the project scope includes a series of road and sidewalk improvements along Stuart Drive, Centennial Drive, Skeena Drive, McLeod Drive, and Mackenzie Boulevard. A map of the proposed work areas has been attached in Appendix A for further information.

One bid was received from Terus Construction Ltd. dba Pitman Asphalt out of Prince George, BC, at the bid price of \$949,504.15 plus GST.

If the contract is awarded, a final site visit with the successful proponent will be conducted and all the proposed site works be confirmed. The proposed works would be scheduled to begin at the end of June 2023.

The allocated capital budget amount for road paving this year is \$822,010. This amount was based on the works that were included in the District of Mackenzie's grant application to Union of British Columbia Municipalities (UBCM) Strategic Priorities Fund Capital Infrastructure Stream, which we were not successful. When the RFQ was sent out earlier this spring the scope of work had changed, which ultimately increased the cost to do the required works. A 15% contingency in the amount of \$142,426 will be added to the project for any unforeseen circumstances that

may arise. This will change the overall capital budget from \$822,010 to \$1,091,930. This change will be reflected in the Amended 2023-2027 Financial Plan, which will be brought to council later this year.

BUDGETARY IMPACT:

\$949,504.15 would be allocated from the General Capital Reserve to support the recommendation.

\$142,426 would be allocated from the General Capital Reserve for contingency.

COUNCIL PRIORITIES:

Community and Social Development

- Our investment in the municipality's services and infrastructure, our commitment to principles of social equity and well-being, and our belief in the value of resident engagement, creates a healthy community in which everyone feels valued and enjoys a high quality of life.

Respectfully Submitted,



Diane Smith
Chief Administrative Officer



Kerri Borne
Chief Financial Officer

APPENDIX A – Proposed Asphalt and Concrete Works

