



MUNICIPALITY OF **West Elgin**

Staff Report

Report To: Council Meeting

From: Lee Gosnell, Manager of Operations & Community Services

Date: 2021-03-25

Subject: 2021 Gravel Tender

Recommendation:

That West Elgin Council hereby receives the report from Lee Gosnell, Manager of Operations & Community Services; and

That West Elgin Council hereby accepts the quote submitted by Johnston Brothers Ltd. at a cost of \$262,350.00 plus applicable taxes for supply & application of maintenance gravel included in the 2021 municipal budget.

Purpose:

To accept the quote from Johnston Brothers Ltd. for the supply, haul and spread of approx. 15,000 tonnes of 'A' gravel.

Background:

The tender period for this years' maintenance gravel was open between February 26 and March 12, 2021. As of the closing date, only one submission had been received from Johnston Brothers Ltd. in the amount of \$262,350.00. This represents an increase of \$2.57 per tonne over last years' price and \$12,350.00 over the 2021 budgeted amount of \$250,000.00.

While the increase is significant, West Elgin's price per tonne has remained unchanged over the last three years at \$14.92. If additional savings need to be found during the year, overall tonnage can be reduced to meet the budgeted amount. The 2021 budget already has a reduction in maintenance gravel to help offset the Rodney reconstruction project, therefore caution needs to be taken regarding further deferrals as this will put the gravel program behind schedule.

For these reasons, we recommend awarding the 2021 Maintenance Gravel contract for 15,000 tonnes of 'A' gravel to Johnston Brothers Ltd.

Report Approval Details

Document Title:	2021 Gravel Tender - 2021-09-Operations Community Services.docx
Attachments:	
Final Approval Date:	Mar 22, 2021

This report and all of its attachments were approved and signed as outlined below:

Jana Nethercott