

COMMITTEE OF THE WHOLE FEBRUARY 17. 2003

AWARD OF CO-OPERATIVE TENDER SUPPLY & DELIVERY OF ASPHALT MATERIAL

Recommendation

The Commissioner of Engineering and Public Works, in consultation with the Director of Public Works and the Director of Purchasing, recommends:

1. That Tender CT-2003-01 for the supply and delivery of asphalt materials be awarded to Warren Bitulithic Ltd.; and,
2. That the Mayor and Clerk be authorized to sign the necessary documents.

Purpose

To award tender CT-2003-01 for the supply and delivery of asphalt material to Warren Bitulithic Ltd.

Background - Analysis and Options

The Town of Newmarket, on behalf of the participating municipal agencies of the York Region Public Buyers Co-operative, called a tender for the supply and delivery of asphalt material required for municipal operations. The award of the tender will secure unit pricing per tonne of HL3, HL3A, HL8 hot mix asphalt material and delivery for two years from award.

There is no competitive bid for the supply of high performance cold mix asphalt. Public Works will source this material separately.

Tender CT-2003-01 was advertised in the local newspapers and on the Electronic Tendering Network (ETN). The tender closed January 27, 2003 and a total of 6 bids were received. One bid was non compliant and therefore not accepted for consideration. Of the 5 acceptable bids, only 2 provided pricing for the materials most commonly used by the City and a price for delivery. The results of these 2 are shown in attachment No. 1.

The prices represent an increase of six percent in year one and four percent in year two of the contract. The bonding agent in asphalt is asphalt cement, which is a petroleum product. The cost increase is mostly the result of rising oil prices as well as increases in granular material, labour and equipment. Additional funding for this activity has been included in the draft 2003 Operating Budget.

The bids have been checked for mathematical errors, and Warren Bitulithic Ltd. the contractor having the lowest bid has provided the same material to specified standards to the City in previous years. Warren Bitulithic Ltd. has two sites in the Toronto area; one at No. 949 Wilson Avenue in Downsview, and, the other at No. 10475 Keele Street, in Maple.

Conclusion

Awarding the supply and delivery of asphalt materials to Warren Bitulithic Ltd. secures pricing of asphalt materials and delivery for two years from a local supplier.

Attachments

Analysis of Asphalt Materials Tender (1 page)

Report prepared by:

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Manager of Environmental and Technical Services

Respectfully submitted,

Bill Robinson, P. Eng.
Commissioner of Engineering and Public Works

Brian T. Anthony
Director of Public Works

ATTACHMENT NO. 1

ANALYSIS OF
ASPHALT
MATERIALS
TENDER

TENDER CT-2003-01

	ESTIMATED	WARREN BITULITHIC	TOTAL	FURFARI PAVING	TOTAL
	QTY	PRICE PER TON			
YEAR 1					
HL3	350	\$45.75	\$16,012.50	\$46.00	\$16,100.00
HL3A	2400	\$46.75	\$112,200.00	\$47.00	\$112,800.00
HL8	500	\$44.75	\$22,375.00	\$45.00	\$22,500.00
			\$150,587.50		\$151,400.00
YEAR 2					
HL3	400	\$47.75	\$19,100.00	\$46.00	\$18,400.00
HL3A	2800	\$48.75	\$136,500.00	\$47.00	\$131,600.00
HL8	550	\$46.75	\$25,712.50	\$45.00	\$24,750.00
			\$181,312.50		\$174,750.00
TOTAL 2 YR COST			\$331,900.00		\$326,150.00
TOTAL EST. QTY	7000				
DELIVERY COST		\$5.75	\$40,250.00	\$9.75	\$68,250.00
YEAR 1&2					
TOTAL COST IF ALL TONNAGE IS DELIVERED TO SITE			\$372,150.00		\$394,400.00
PLANT LOCATION	MAPLE & DOWNSVIEW		MISSISSAUGA		