

COMMITTEE OF THE WHOLE MAY 28, 2007

TENDER AWARD – CT-07-05 SUPPLY & DELIVERY OF ASPHALT MATERIALS

Recommendation

The Commissioner of Engineering & Public Works, in consultation with the Purchasing Services Department, recommends;

1. That Tender CT-07-05 for the Supply & Delivery of hot mix asphalt materials be awarded to Lafarge Paving & Construction Limited and high performance cold mix asphalt be awarded to Innovative Municipal Products Inc. and
2. The Mayor and Clerk be authorized to sign the necessary documents.

Economic Impact

Sufficient funds to cover the cost of the supply and/or delivery of asphalt materials are budgeted for in the draft 2007 Operating Budget.

Communications Plan

Tender CT-07-05 was advertised in the local newspaper and Electronic Tendering Network by the Town of Newmarket.

Purpose

To award tender CT-07-05, for the supply of asphalt materials to Lafarge Paving and Construction Limited and the supply and delivery of High Performance Cold Mix asphalt materials be awarded to Innovative Municipal Products Inc.

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 maintenance operations. The award of the tender will secure unit pricing per tonne of HL2, HL3, HL3A, HL8, hot mix asphalt material and High Performance Cold Mix, for three years from date of award, with the possibility of a one year extension.

Tender CT-07-05 was advertised in the local newspapers and on the Electronic Tendering Network (ETN). The tender closed April 10th, 2007 and a total of 5 bids were received. Of the 5 bids, only 3 provided pricing for the hot mix materials most commonly used by the City's Public Works Department.

Prices have increased of over fifty percent in year one from the current prices. This is consistent with the 2007 Ontario Hot Mix Producers Association asphalt/cement price index. Prices will remain firm for the entire three year contract including the additional year optional extension if both parties agree.

The results of all bids received for CT-07-05 supply & delivery of asphalt materials are shown below, excluding G.S.T.

Company	Material Delivered or Picked-up	HL2	HL3	HL3A	HL8	HPC Mix
Lafarge Paving & Const. Ltd.	Supply & Delivery	\$92.00	\$89.00	\$91.00	\$87.00	\$97.00
	Supply & pick-up by City	\$82.24	\$79.24	\$81.24	\$77.24	\$87.24
K.J. Beamish Construction Co.	Supply & Delivery	\$94.82	\$83.85	\$87.09	\$81.69	n/b
	Supply & pick-up by City	\$95.26	\$88.78	\$92.02	\$86.62	n/b
Miller Paving Ltd.	Supply & Delivery	n/b	n/b	n/b	n/b	n/b
	Supply & pick-up by City	\$89.41	\$91.41	\$85.41	\$94.41	n/b
Matrix Company	Supply & Delivery	n/b	n/b	n/b	n/b	\$68.00
	Supply & pick-up by City	n/b	n/b	n/b	n/b	\$94.79
Innovative Municipal Products Inc.	Supply & Delivery	n/b	n/b	n/b	n/b	\$63.00
	Supply & pick-up by City	n/b	n/b	n/b	n/b	\$81.05

The bids have been checked for mathematical errors, and Lafarge Paving & Construction Ltd., the contractor having the lowest bid, has provided the same material to the City in the past two years with satisfactory results. They have two plant sites in the Toronto area: one at No. 949 Wilson Avenue in Downsview and the other at No.10475 Keele Street, in Maple.

The High Performance Cold Mix asphalt (HPC Mix) will be awarded separately to Innovative Municipal Products Inc., as they were the lowest bidder for this material to supply and delivery of the material.

All Material amounts as part of this contract are not expected to surpass the yearly budgeted amounts over the 3 year term plus the 1 year extension.

Relationship to Vaughan Vision 2007

This report is consistent with the priorities previously set by Council. Although the funds have been included in the draft 2007 Operating Budget, the necessary resources have not been formally allocated and approved.

Regional Implications

The Region of York is one of the agencies participating in this contract, therefore the City's contract will not impact the Region's operations.

Conclusion

Awarding the supply of asphalt materials to the low bidder for hot mix asphalt to Lafarge paving & Construction Limited and awarding the supply and delivery of high performance cold mix to Innovative Municipal Products, secures the pricing of hot mix and cold mix asphalt materials for at least three years with the possibility of a one year extension.

Report prepared by:

Tina Di Biase
Technical Coordinator

Respectfully submitted,

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

Brian T. Anthony, CRS-S, C. Tech
Director of Public Works