COMMITTEE OF THE WHOLE - MAY 2, 2005

TENDER AWARD - CQ-05-04 SUPPLY AND DELIVERY OF ASPHALT MATERIALS

Recommendation

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

- 1. That Tender CQ-05-04 for the supply and delivery of hot mix asphalt materials be awarded to Warren Bitulithic Ltd.; and
- 2. That the Mayor and Clerk be authorized to sign the necessary documents.

Economic Impact

Notwithstanding that the lowest bid prices are 7% higher than last year, there is no impact on the 2005 Operating Budget, as the necessary resources have been allocated and approved in various Pubic Works operating accounts to cover the cost of asphalt materials.

Purpose

To award tender CQ-05-04, for the supply and delivery of asphalt material, to Warren Bitulithic I td

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 Cold Mix, for two years from date of award, with the possibility of a one (1) year extension.

Tender CQ-05-04 was advertised in the local newspapers and on the Electronic Tendering Network (ETN). The tender closed February 24, 2005 and a total of 4 bids were received. Of the 4 bids, only 3 provided pricing for the materials most commonly used by the City's Public Works Department. The results of these 3 bids are shown below.

Zone #4 - City of	Warren		Miller		Innovative		Matrex	
Vaughan	Bitulithic		Paving		Materials		Co.	
	Supply Only		Supply Only	Supply & Deliver				Supply & Deliver
HL2	\$53.75	\$61.25	\$ 54.00	n/b	n/b	n/b	n/b	n/b
HL3	\$51.75	\$59.25	\$ 52.00	n/b	n/b	n/b	n/b	n/b
HL3A	\$52.75	\$60.25	\$ 53.00	n/b	n/b	n/b	n/b	n/b
HL8	\$50.75	\$58.25	\$ 51.00	n/b	n/b	n/b	n/b	n/b
Cold Mix	\$66.75	\$74.25	\$ 66.00	n/b	n/b	n/b		
HPC Mix	n/b	n/b	n/b		\$33.00	\$41.00	\$38.00	\$42.70

The contract for the supply and delivery of High Performance Cold Mix asphalt (HPC Mix) will be awarded separately to Innovative Municipal Products Inc., as they were the lowest bid for this material in our geographic area, and the budget allocated to such material would not surpass \$20,000 over a two (2) year period. Warren Bitulithic Ltd. did not enter any bid under that particular item.

The prices represent an increase of over seven percent in year one from current prices, but prices will remain firm for the entire two year contract including the additional optional extension period.

The bids have been checked for mathematical errors, and Warren Bitulithic Ltd., the contractor having the lowest bid, has provided the same material 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.

Relationship to Vaughan Vision 2007

This report is consistent with the priorities previously set by Council.

Conclusion

Awarding the supply and delivery of asphalt materials to the low bidder, Warren Bitulithic Ltd., secures the pricing of hot mix asphalt materials for at least two years.

Attachments

N/A

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Respectfully submitted,

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Commissioner of Engineering and Public Works

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