

CITY OF VAUGHAN

EXTRACT FROM COUNCIL MEETING MINUTES OF MAY 14, 2013

Item 5, Report No. 19, of the Committee of the Whole, which was adopted without amendment by the Council of the City of Vaughan on May 14, 2013.

5 TENDER AWARD – T13-065 FOR SUPPLY OF GRANULAR MATERIALS

The Committee of the Whole recommends approval of the recommendation contained in the following report of the Commissioner of Engineering & Public Works, dated April 30, 2013:

Recommendation

The Commissioner of Engineering & Public Works, in consultation with the Director of Purchasing Services and Director of Budget and Financial Planning, recommends;

1. That Tender T13-065, for the Supply of Granular Materials be awarded to Strada Aggregates Inc.; for a term of three years with two optional one year extensions for an estimated annual amount of \$231,182.30, excluding taxes; and,
2. The Mayor and Clerk be authorized to sign the necessary documents.

Contribution to Sustainability

Granular materials are used by the various divisions of the Public Works Department to repair and maintain City infrastructure, thereby contributing to sustainability, as well as public safety.

In addition, as part of this contract, the successful bidder of granular materials is required to accept any broken concrete and asphalt from Public Works' operations, at no cost. These materials can then be recycled.

Economic Impact

Sufficient funds to cover the purchase of various types of granular materials are budgeted for in the 2013 Roads/Water/Wastewater Operating Budgets under various activity accounts

The estimated annual value of the contract based on the supply and/or delivery of various granular materials is \$231,182.30, excluding taxes, with an estimated contract total value of \$1,155,911.50 excluding taxes, over the 5 year life of this contract (3 years + 2 additional 1 year optional extensions). The unit prices will remain firm for the first 3 years, with CPI adjustments being made in each optional year, with a maximum ceiling of 5% on CPI increases.

Notwithstanding the foregoing, the actual annual cost of granular material needed to restore and maintain City infrastructure is dependent on the day to day needs of the Department, including both emergency repairs and planned works.

Communications Plan

The tender was advertised in Vaughan Today (City Page), Biddingo, and the Ontario Public Buyers' Association website on February 27, 2013.

Purpose

The purpose of this report is to award tender T13-065 for the Supply of Granular Materials.

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Background - Analysis and Options

Granular materials are used regularly for the repair of roads, water mains and sewers

The Public Works Department uses granular material for the restoration of roads, sewer and water main trenches, and general maintenance purposes.

The tender also included a provision whereby the bidder agrees to accept clean excavated asphalt and concrete material at their pit or quarry location, at no cost to the City. These materials can then be recycled.

The tender was advertised and resulted in one compliant bid being submitted

The tender was advertised in Vaughan Today (City Page), on Biddingo, the Ontario Public Buyers' Association website, and issued on Wednesday, February 27, 2013. The tender closed on Tuesday, March 19, 2013.

A total of three documents were picked-up from the Purchasing Services Department and only one bid was received.

The only bid received was from Strada Aggregates Inc.

The following table shows the bid price:

BID RESULTS FOR T13-065 SUPPLY OF GRANULAR MATERIALS	
CONTRACTOR	TOTAL BID PRICE FOR LOADING AND SUPPLY ONLY (Excluding H.S.T.)
Strada Aggregates Inc.	\$ 231,182.30

Granular material prices have increased approx. 5% since 2010

When comparing the unit prices of the various types of materials, to the previous unit prices bid in 2010, there has been a price increase of approximately 5%. The bid prices for the granular materials are in line with those of recent capital projects using similar quantities and types of granular materials.

The unit prices are firm until March 31, 2015, while CPI adjustments will be applied to the unit prices in the optional years, with a ceiling at a maximum of 5%, based on the City of Vaughan's satisfaction with the Contractor's performance.

Strada Aggregates Inc. has been under contract with the City for the past eight years, and staff are satisfied with the prices and their past levels of service. Therefore, it is appropriate to award Tender T13-065 to Strada Aggregates Inc.

Relationship to Vaughan Vision 2020/Strategic Plan

This report is consistent with the priorities previously set by Council and ties into the following Vaughan Vision 20/20 Goals and Objectives:

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Goal:	Service Excellence
Objective:	Promote Community Safety, Health & Wellness
Objective :	Manage Corporate Assets

Regional Implications

N/A

Conclusion

Funds have been allocated in the various 2013 operating budgets to cover the cost of granular materials used by the Roads, Water, and Wastewater Divisions. The actual amount of granular materials used will vary year to year, depending on the various activities and emergency work undertaken.

Based on the bid prices submitted by Strada Aggregates Inc., it is recommended that T13-065 the supply of granular materials be awarded to Strada Aggregates Inc., and the Mayor and Clerk be authorized to sign the necessary documents.

Attachments

N/A

Report prepared by:

Tina Di Biase, Technical Coordinator
Brian T. Anthony, Director of Public Works

COMMITTEE OF THE WHOLE - APRIL 30, 2013

TENDER AWARD – T13-065 FOR SUPPLY OF GRANULAR MATERIALS

Recommendation

The Commissioner of Engineering & Public Works, in consultation with the Director of Purchasing Services and Director of Budget and Financial Planning, recommends;

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Contribution to Sustainability

Granular materials are used by the various divisions of the Public Works Department to repair and maintain City infrastructure, thereby contributing to sustainability, as well as public safety.

In addition, as part of this contract, the successful bidder of granular materials is required to accept any broken concrete and asphalt from Public Works' operations, at no cost. These materials can then be recycled.

Economic Impact

Sufficient funds to cover the purchase of various types of granular materials are budgeted for in the 2013 Roads/Water/Wastewater Operating Budgets under various activity accounts

The estimated annual value of the contract based on the supply and/or delivery of various granular materials is \$231,182.30, excluding taxes, with an estimated contract total value of \$1,155,911.50 excluding taxes, over the 5 year life of this contract (3 years + 2 additional 1 year optional extensions). The unit prices will remain firm for the first 3 years, with CPI adjustments being made in each optional years, with a maximum ceiling of 5% on CPI increases.

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Attachments

N/A

Report prepared by:

Tina Di Biase, Technical Coordinator
Brian T. Anthony, Director of Public Works

Respectfully submitted,

Paul Jankowski, P. Eng.
Commissioner of Engineering and Public Works

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