

Corporate Report

NO: R017

COUNCIL DATE: February 7,

2005



REGULAR COUNCIL

TO: Mayor & Council DATE: January 26,
2005

FROM: General Manager,
Engineering FILE: 1280-01; 1220-
01

SUBJECT: Supply and Delivery of Six (6) Tandem Axle Dump
Trucks

RECOMMENDATION

That the City exercise the option in Tender 1220-20-03-04 for the supply of an additional six (6) tandem axle dump trucks to the low bidder, Volvo Trucks, in the amount of \$774,547.00 including GST and PST.

BACKGROUND

In July 2004 the City's Fleet Section of Engineering Operations tendered for the supply of six (6) or more tandem axle dump trucks. As part of the tender, the suppliers agreed to keep the price firm for one (1) year following the date of the award. The City has since taken delivery of the first six (6) trucks and is now in a position to exercise the option of purchasing an additional six (6) trucks to complete our replacement of dump trucks. These trucks, as previously stated in our July report, are used to perform ongoing maintenance work as well as are critical to the City's snow and ice removal program on an as required basis.

In the attached tender award report, we noted that Volvo Truck was the low bidder, after bid price adjustments. Volvo also offered warranties for power train and extended warranty of 5 years versus others at 3 years. They also warranty their engines to 800,000 kms. These are significant savings when comparing long-term maintenance costs.

CONCLUSION

That the City take advantage of the offer submitted as part of Tender 1220-20-03-04 and purchase additional six (6) tandem axle dump trucks at the July 2004 price per unit totalling \$774,547.00 including GST and PST.

GMc:ajs
Attachment

Paul Ham, P.Eng.
General Manager, Engineering