



Corporate Report

NO: R060

COUNCIL DATE: April 28, 2008

REGULAR COUNCIL

TO: Mayor & Council DATE: April 24, 2008
FROM: General Manager, Engineering FILE: 1220-20-01-08
SUBJECT: Asphalt Pavement Cut Repair Tender Award (2008 and 2009)

RECOMMENDATION

The Engineering Department recommends that Council approve the award of Tender 1220-20-01-08 for the 2008/2009 Asphalt Pavement Cut (Repair) Program to LaFarge Canada in the amount of \$919,383.15 including GST for 2008 and based on the 2008 unit rates for 2009.

INTENT

The intent of this report is to obtain Council approval to award a contract for the repair of asphalt pavement cuts within the City.

BACKGROUND

The Engineering Department invited tenders for the repair of asphalt road cuts at various locations throughout the City. This tender specifies a multi-year contract term to take advantage of escalating asphalt and labour costs over a two (2) year period. The unit rates bid in the tender are held for both 2008 and 2009, with only the standard asphalt escalation clause which adjusts asphalt prices based on the posted base energy price exceeding a variance of more than 5%. We feel this process provides good value through the favorable rates submitted.

DISCUSSION

The work involves a variety of repair methods including milling, full depth repair and paving. The tender was publicly advertised with twelve (12) companies obtaining bid documents. Five (5) bids were received by the tender deadline. The tenders were evaluated in accordance with the process contained within the tender with the following results:

<i>Contractor</i>	<i>Total Tender Price with GST</i>
1. LaFarge Canada Inc.	\$ 919,383.15
2. Aggressive Roadbuilders Ltd.	\$ 993,700.89
3. Winvan Paving Ltd.	\$1,274,043.75

Bids from Tarmac Grinding Ltd. and Grandview Blacktop Ltd. were rejected based on advice from Legal Services, as they did not include the mandatory bid bond in accordance with the tender documents.

The remaining three (3) bid submissions contained no errors or omissions. It is recommended that the contract be awarded to the low bidder, LaFarge Canada Inc. LaFarge Canada Inc. has a subsidiary company, Columbia Bitulithic Ltd., which has completed many paving-related contracts for the City of Surrey and is fully capable of carrying out the work specified in this tender.

Funding for the work is available from the Operations Division Road Maintenance Budget and deposits received by the City under the Road Cut Repair Program.

CONCLUSION

Based on the above discussion, it is recommended that the contract related to Tender 1220-20-01-08 for the repair of asphalt road cuts be awarded to LaFarge Canada Inc. in the amount of \$919,383.15 for 2008 and based on the 2008 unit rates for 2009.

Paul Ham, P.Eng.
General Manager, Engineering

GMc:ajs/brb

c.c. - Manager, Operations – Engineering Dept.
- Roads & Drainage Manager – Central, Engineering Dept.