

Re: TENDERS FOR CONTRACT #7806 ASPHALT FOB THE PLANT

Following is a report from the Purchasing Agent regarding tenders for the supply of asphaltic concrete.

Unit prices for previous years and approximate quantities for 1978 are as follows:

Description	1976 Prices	1976 Prices as Amended by the Escalation Clause	1977 Prices	1977 Prices as Amended by the Escalation Clause	1978 Approximate Quantities
Hot Mix Type IV	\$11.40	\$10.81	\$11.40	\$11.80	4,500 tons
Hot Mix Type V	12.60	10.86	12.60	13.00	4,000 tons
Hot Mix Type VI	13.50	11.21	13.50	13.90	500 tons
Cold Mix Type IV	11.60	11.36	11.60	12.00	50 tons
Cold Mix Type V	12.80	11.51	12.80	13.20	50 tons

RECOMMENDATIONS:

1. THAT the tender submitted by ^{check} Cewe Ltd. in the amount of \$78,382.50 be accepted; and
2. THAT final payment be based on unit prices tendered and actual quantities used, with the unit prices so tendered to be adjusted where required for escalation of costs according to the provisions of the contract.

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TO: MUNICIPAL MANAGER

DATE: 1978 April 19

FROM: PURCHASING AGENT

RE: TENDERS FOR CONTRACT #7806 ASPHALT FOB THE PLANT

Tenders were received up to 3:00 p.m. local time on Tuesday, 1978 April 18 for the subject material.

The work of this contract will include the supply of specification asphaltic concrete of approximately 6,550 tons to be picked up by Municipal forces at the supplier's plant as required.

This contract terminates on 1979 April 30.

The contract includes a cost escalation clause of energy related materials. The Corporation will make an equitable adjustment to Contract unit prices where the asphalt work is affected by the following defined energy related material changes in price.

During the Contract term, the Contractor shall advise the Engineer in writing of any changes in the manufacturer's posted published prices, including Federal Excise Tax. The unit prices of asphaltic concrete mix shall be adjusted for payment purposes using the following proportions as a basis of calculation.

- Liquid Asphalt - 6% liquid asphalt by weight
- Heating Oil - 3 Imperial gallons per ton of asphaltic mix supplied
- Natural Gas - Five Therms per ton of asphaltic concrete mix supplied
- Propane, Butane - Six Imperial gallons per ton of asphaltic concrete mix supplied.

The Supplier shall list with his tender the posted prices, rates or tariffs of each of the above materials together with a list showing his plants to be used and the materials used at each plant.

Changes in costs of other energy sources such as electricity, gasoline, lube oil, diesel fuel for trucks shall be allowed for in the Contractor's unit prices and shall not be paid for by the Corporation.

RE: TENDERS FOR CONTRACT #7806 ASPHALT FOB THE PLANT

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Five tenders were received and opened in the presence of Messrs. Constable, Nuttall and representatives of the firms bidding.

A tabulation of the tenders received is attached.

As you are aware, asphaltic supply contracts are not simply selection of the apparent low tender. It is necessary to consider truck hauling distances and resultant costs in order to determine which supplier would best serve the Corporation's interest. For this reason bidders are required to state locations of asphalt plants for use under this contract.

Plant locations noted on the tenders were as follows:

No.	Company	Location
1.	S&L Paving Limited	- 22 Leeder Avenue, Coquitlam, B.C.
2.	Imperial Paving Limited	- 837 River Road, Richmond, B.C.
3.	Columbia Bitulithic Ltd.,	- 20 Leeder Avenue, Coquitlam, B.C.
4.	Standard General Construction (B.C.) Ltd.	- 8605 Kerr Road, Vancouver, B.C.
5.	Jack Cewe Limited	- East end of Steveston Highway - End of Pipeline Road, Coquitlam, B.C.

Staff from the Engineering Department have taken into consideration travelling distances to the various plants.

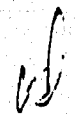
A combination of the schedule of approximate quantities coupled with the unit prices submitted by the low bidder, Jack Cewe Limited is as follows:

ITEM NO.	DESCRIPTION	APPROX. QUANTITY	UNIT PRICE FOR SUPPLY ONLY	TOTAL
1	Hot Mix Type IV	1,500 tons	\$ 10.60 / ton	\$ 15,900.00
2	Hot Mix Type V	4,000 tons	11.00 / ton	44,000.00
3	Hot Mix Type VI	500 tons	13.00 / ton	6,500.00
4	Cold Mix Type IV	50 tons	15.00 / ton	750.00
5	Cold Mix Type V	500 tons	15.00 / ton	7,500.00

The Municipal Engineer and the Purchasing Agent Recommend:

RECOMMENDATION

THAT the lowest tender submitted by Jack Cewe Limited in the amount of \$78,382.50 be accepted with final payment to be based on unit prices tendered and actual quantities used.


K.F. Williams,
PURCHASING AGENT

KFW/gbw
Attachment

c.c. Municipal Clerk
Municipal Engineer

THE CORPORATION OF THE DISTRICT OF BURNABY
TABULATION OF TENDERS FOR
CONTRACT #7806 ASPHALTIC CONCRETE SUPPLY - F.O.B. PLANT

PURCHASING DEPARTMENT
April 18, 1978

<u>NO.</u>	<u>COMPANY</u>	<u>TOTAL</u>
1	S.L. Paving Ltd.,	\$88,410.00
2	Imperial Paving Ltd.,	81,868.50
3	Columbia Bitulithic Ltd.,	87,543.75
4	Standard General Construction Ltd.,	91,329.00
5	Jack Gewe Ltd.,	78,382.50

ITEM 27
MANAGER'S REPORT NO. 32
COUNCIL MEETING 1978 04 24