

# WORKS COMMITTEE AGENDA MEETING 11

Date of Meeting: Wednesday, October 13, 2004

Time: 12:00 noon to 2:00 p.m. Location: Committee Room 4

City Hall

100 Queen Street West Toronto, Ontario **Enquiry: Trudy Messer** 

**Committee Administrator** 

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Under the *Municipal Act*, 2001, the Works Committee must adopt a motion to meet In-camera (privately) and the reason must be given.

Declarations of Interest under the Municipal Conflict of Interest Act.

Deputations/Presentations – A complete list will be distributed at the meeting:

**Communications/Reports:** 

# SOLID WASTE MANAGEMENT SERVICES

1. Processing Capacity for Source Separated Organic Material Request for Proposal No. 9155-03-5280

(Deferred from last meeting)

Report (August 27, 2004) from the Acting Commissioner of Works and Emergency Services.

## Recommendations:

The recommendations in this report supersede and replace those contained in the joint report from the Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer, dated June 17, 2004 and entitled "Request for Proposals No. 9155-03-5280, Processing Capacity for Source Separated Organic Material", which Works Committee had before it at its meeting held on June 29, 2004.

#### It is recommended that:

- (1) the Acting Commissioner of Works and Emergency Services be authorized to negotiate and enter into contracts for Processing Capacity for Source Separated Organic Material with the following respondents, for ten-year terms, in accordance with Request for Proposal No. 9155-03-5280, for Processing Capacity for Source Separated Organic Material, and the proposals submitted by each of the respondents, at prices not to exceed those presented in the In Camera report dated June 17, 2004 and entitled, "Processing Capacity for Source Separated Organic Material Supplemental Report on the Cost of Services Request for Proposal No. 9155-03-5280", on terms and conditions described in this report, including Attachment 1: Key Terms of SSO Processing Contracts, and otherwise on terms and conditions consistent with this report, and satisfactory to the Commissioner of Works and Emergency Services and in a form satisfactory to the City Solicitor:
  - (a) Courtice Auto Wreckers Limited to process up to 10,000 tonnes per year of SSO material at their facility located at 1513 Thornton Road North in Oshawa, Ontario beginning as early as September 2005;
  - (b) All Treat Farms Limited to process up to 10,000 tonnes per year of SSO material at their facility located at 7963 Wellington Road 109 in the Town of Arthur in Wellington County, Ontario beginning as early as July 2006;
  - (c) KC Environmental Group Ltd. to process up to 10,000 tonnes per year of SSO material at their facility located at Arthur Township Sideroad #5 West in the Township of Wellington North in Wellington County, Ontario beginning as early as September 2006;
  - (d) Halton Recycling Ltd. and Halton Recycling (2003) Ltd. to process up to 100,000 tonnes per year of SSO material at their facility located at 395 Harry Walker Drive in Newmarket, Ontario beginning as early as January 2007;
- (2) the Acting Commissioner of Works and Emergency Services be authorized to enter into discussions with other GTA municipalities regarding possible cooperation in the development of a municipally owned and operated organics processing facility; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.

- 1(a). Confidential report (June 17, 2004) from the Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer entitled "Request for Proposals No. 9155-03-5280 Processing Capacity for Source Separated Organic Material Supplemental Report on the Cost of Services" such report to remain confidential having regard that the subject matter relates to the security of the property of the municipality.
- 1(b). Report (September 30, 2004) from the Acting Commissioner of Works and Emergency Services responding to questions raised by the Works Committee at its meeting on September 8, 2004, and to follow-up questions raised by members of the Committee at their meeting with staff on September 17, 2004, including the purpose of the Request for Proposals for the small scale facility; the operating results of the Dufferin organics processing facility to date; whether the City should also negotiate with SGC; and whether the City could ask the four preferred respondents for five-year prices; advising that staff are recommending that they be authorized to negotiate and enter into contracts with the four respondents and that their proposed tonnage be shared amongst the City and its partners in the RFP, the Regions of York and Durham; and also advising that once the RFP process is closed, staff can undertake a detailed review of options for developing one or more publicly owned and operated facilities, including a possible expansion of the Dufferin facility, either alone or in co-operation with York and/or Durham Regions.

# Recommendation:

It is recommended that this report be received for information.

**1(c).** Report (June 17, 2004) from the Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer.

# Recommendations:

It is recommended that:

(1) the Commissioner of Works and Emergency Services be authorized to negotiate and award contracts for processing capacity for source separated organic material with the following highest scoring respondents meeting the requirements, for ten-year terms, in accordance with Request for Proposal No. 9155-03-5280, for processing capacity for source separated organic material, and the proposals submitted by each of the respondents, at prices not to exceed those presented in the supplementary In Camera report entitled "Processing Capacity for Source Separated Organic Material – Supplemental Report on the Cost of Services Request for Proposal No. 9155-03-5280", and otherwise on terms and conditions consistent with this report, including Attachment 1: Key Terms of SSO Processing Contracts, and satisfactory to the Commissioner of Works and Emergency Services and in a form satisfactory to the City Solicitor:

- (a) Courtice Auto Wreckers Limited to process up to 10,000 tonnes per year of SSO material at their facility located at 1513 Thornton Road North in Oshawa, Ontario beginning as early as September 2005;
- (b) All Treat Farms Limited to process up to 10,000 tonnes per year of SSO material at their facility located at 7963 Wellington Road 109 in the Town of Arthur in Wellington County, Ontario beginning as early as July 2006;
- (c) KC Environmental Group Ltd. to process up to 10,000 tonnes per year of SSO material at their facility located at Arthur Township Sideroad #5 West in the Township of Wellington North in Wellington County, Ontario beginning as early as September 2006; and
- (d) Halton Recycling Ltd. and Halton Recycling (2003) Ltd. to process up to 100,000 tonnes per year of SSO material at their facility located at 395 Harry Walker Drive in Newmarket, Ontario beginning as early as January 2007:
- (2) the appropriate availability of operating expenditures per year as estimated in Table 1 of the accompanying supplemental In-Camera report be contingent on Council approval of the associated yearly operating budgets; and
- (3) the appropriate City officials be authorized and directed to take the necessary action to give effect thereto.
- **1(d).** Communication (June 24, 2004) from Stephen M. Quigley, P.Eng., Conestoga-Rovers & Associates.
- **1(e).** Communication (August 31, 2004) from Bruce Hunt, Director, Planning Services, Department of Development Services, City of Oshawa, advising that on August 30, 2004, the Development Services Committee of the City of Oshawa adopted the following recommendation:

"That the City of Toronto Works Committee be requested to defer consideration of that portion of the June 17, 2004, report of the Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer regarding contractual arrangements with Courtice Auto Wreckers Limited/Northwood Recycling and Energy Inc. involving the use of their Thornton Road North facility in Oshawa for the processing of source separated organic material until Oshawa City Council has concluded a position on future land use in the Northwood Industrial Park."

**1(f).** Communication (September 17, 2004) from Sandra Kranc, City Clerk, City of Oshawa, advising that City of Oshawa Council on September 13, 2004 adopted a recommendation of the Development Services Committee which recommended that the City of Toronto Works Committee be requested to defer consideration of that portion of the June 17, 2004

report of the Commissioner of Works and Emergency Services and the Chief Financial Officer and Treasurer regarding contractual arrangements with Courtice Auto Wreckers Limited/Northwood Recycling and Energy Inc. involving the use of their Thornton Road North facility in Oshawa for the processing of source separated organic material until Oshawa City Council has concluded a position on future land use in the Northwood Industrial Park.

**1(g).** Communication (October 6, 2004) from Bruce Hunt, Director, Planning Services, Department of Development Services, City of Oshawa, with respect to Courtice Auto Wreckers Limited, and forwarding a staff report on the Northwood Industrial Park Land Use Review.

(NOTE: A copy of the City of Oshawa staff report is forwarded to Members of Council only, and a copy is on file in the City Clerk's Office.)

- **1(h).** Communication (October 6, 2004) from Bill Guthrie, Vice-President, Toronto Civic Employees' Union Local 416, CUPE.
- **1(i).** Communication (October 5, 2004) from Maureen Reilly.