

October 24, 2008

Ms. Ulli Watkiss
City Clerk
City of Toronto
Toronto City Hall
100 Queen Street West
Toronto, Ontario
M5H 2N2

Dear Ms. Watkiss:

At its meeting on Thursday, October 23, 2008, the Commission considered the attached report entitled, "Procurement of Low-Floor Paratransit Buses."

The Commission approved the Recommendation contained in the report, as listed below:

"It is recommended that the Commission authorize:

- 1) (a) The acceptance of the proposal submitted by American Bus Products Inc. for the supply of 110 Low-Floor Paratransit Buses and all associated work in the amount of \$33,064,804.30 including applicable taxes;
- (b) A contingency allowance amount of \$2,000,000.00 including all applicable taxes for the estimated cost to foreign exchange adjustments which will be paid out if required, only as incurred.
- 2) A budget amendment as outlined in Table 1 below based upon an advanced delivery schedule of buses affecting 2009 and 2010, noting that corresponding cash flows have been updated to reflect increased procurements in each of these years to \$15.07 million in 2009; \$24.3 million in 2010, with the total EFC in 2009-2013 Capital Program, Project 4.11, Project W.O. #6556 remaining at \$76.2 million (see attached);
- 3) Forward this report to the City of Toronto requesting inclusion of the budget amendment as noted above and outlined in the table below, noting that the increased requirements in 2009 and 2010 will be addressed through other under expenditures in the 2009 Capital Program; and
- 4) Forward this report to the Ontario Minister of Transportation for information, noting TTC has previously received confirmation that this procurement is exempt from the Canadian Content Policy."

The foregoing is forwarded to the City Budget Committee for consideration of the Commission's

request embodied in Recommendation No. 3 above.

Sincerely,

Vincent Rodo
General Secretary
1-16
Attachment