



STAFF REPORT ACTION REQUIRED

Contract Awards – January 13, 2010 - Composite Report

Date:	January 7, 2010
To:	Bid Committee
From:	Director, Purchasing and Materials Management
Reference	Various Calls

SUMMARY

The purpose of this report is to advise on the results of the competitive procurement calls issued by the Purchasing and Materials Management Division and to recommend contract awards as outlined in this report.

RECOMMENDATIONS

The Director of Purchasing and Materials Management recommends that the Bid Committee grant authority to award the following contracts in accordance with the Contract Details set out in the appendices of this report:

1	Call Document	Request for Quotation 8001-09-3208
	Description	Supply and Delivery of Four (4) Caterpillar C18 ACERT in Line 6 cycle Engines or approved equivalent and Four (4) Heavy Duty Twin Disc MGX5114DC 'Quick Shift' Marine Transmissions or approved equivalent.
	Recommended Bidder	Toromont Cat, A Division of Toromont Industries Ltd.
2	Call Document	Tender Call No. 218-2009, Contract No. 09EY-14WP
	Description	Park Lawn Road, Cloverlawn Avenue, Chiswick Street – Sanitary and Storm Sewer Replacement
	Recommended Bidder	Direct Underground Inc.
3	Call Document	Request for Proposal (RFP) 9103-09-7185

Description	Recommended proponent to provide advertising and production services to Cluster B divisions including Solid Waste Management Services, Toronto Water, the Toronto Environment Office, Municipal Licensing & Standards and Transportation Services
Recommended Proponent	Publicis Canada

COMMENTS

(1) REQUIREMENTS

For each of the recommended contract awards, the following requirements have been met:

- (a) The firm recommended for award is the lowest bidder meeting specifications or to the highest scoring proponent based on the evaluation criteria included in the call and meeting the requirements of the call;
- (b) the Deputy City Manager and Chief Financial Officer agrees with the Financial Impact information;
- (c) the appropriate Division has reviewed submissions and found the price to be reasonable, within available budget and concurs with the recommendation;
- (d) the call document was advertised on the City's internet website and bids or proposals were opened publicly; and
- (e) the Fair Wage Office confirms the recommended firm understands the Fair Wage Policy and Labour Trades requirements and has agreed to comply fully.

Additional details and information for the above calls are on the file in the Purchasing and Materials Management Division.

SIGNATURE – CHIEF PURCHASING OFFICIAL



Lou Pagano, P. Eng.
Director
Purchasing and Materials Management Division

(2) APPENDICES – Contract Details

Contract Awards – Bid Committee Composite Report – January 13, 2010

(3) CONTRACT DETAILS

APPENDIX # 1

Date: January 4, 2010

Call No:

Request for Quotation 8001-09-3208

Description:

Supply and Delivery of Four (4) Caterpillar C18 ACERT in Line 6 cycle Engines or approved equivalent and Four (4) Heavy Duty Twin Disc MGX5114DC 'Quick Shift' Marine Transmissions or approved equivalent.

Call Dates:

Issued November 9, 2009, Closed November 30, 2009

Ward No:

28

Recommended Bidder:

Toromont Cat, A Division of Toromont Industries Ltd.

Contract Award Value:

\$605,664.00 net of GST

\$633,704.00 including all applicable taxes and charges

Number of Bids:

One (1)

Financial Impact:

The total contract award identified in this report is \$633,704.00 including all applicable taxes and charges. The total cost to the City is \$605,664.00 net of GST. Funding is available in the 2009 Parks Forestry and Recreation Capital Budget as outlined in the table below:

Quantity	Account	Total Price (Net of GST)
Four (4)	CPR126-39-03	\$605,664.00

APPENDIX # 1

Division Contacts:

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(2) CONTRACT DETAILS
APPENDIX # 2

Date: January 6, 2010

Call No:

Tender Call No. 218-2009, Contract No. 09EY-14WP

Description:

Park Lawn Road, Cloverlawn Avenue, Chiswick Street – Sanitary and Storm Sewer Replacement

Call Dates:

Issued November 19, 2009, Closed December 8, 2009

Ward No:

Wards 5, 6, 12, 17

Recommended Bidder:

Direct Underground Inc.

Contract Award Value*:

\$2,900,128.00 net of GST

\$3,045,134.40 including all applicable taxes and charges

* Tender Price corrected for mathematical errors. Purchasing and Materials Management has verified that the mathematical errors were corrected.

Number of Bids:

4 Formal Bids, 2 Informal Bids (Not Considered), Total - 6 Bids.

Financial Impact:

The total contract award identified in this report is \$3,045,134.40 including all applicable taxes and charges. The cost to the City is \$2,900,128.00 net of GST. Funding for the contract award is included in the approved 2009 Toronto Water Capital Budget, in the following accounts:

CWW468-08	Storm Sewer Replacement	\$1,567,677.87
CWW472-05	Sanitary Sewer Replacement	\$1,332,450.13

The engineering estimate for this project is \$3,907,576.19 net of GST.

Division Contacts:

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(2) CONTRACT DETAILS
APPENDIX # 3

Date: January 6, 2010

Call No:

Request for Proposal (RFP) 9103-09-7185

Description:

To enter into an agreement with the recommended proponent to provide advertising and production services to Cluster B divisions including Solid Waste Management Services, Toronto Water, the Toronto Environment Office, Municipal Licensing & Standards and Transportation Services from the date of the award to December 31, 2010 with an option to renew the contract for four (4) additional one-year terms under the same terms and conditions, at the discretion of the City and subject to budget approval. Should the option(s) be exercised then the Executive Director of Policy, Planning, Finance & Administration will instruct the Director of Purchasing and Materials Management to process the necessary contract renewals. The RFP indicated that only those proponents scoring within a 15 point range of the top scoring proponent would be short-listed to the interview stage. The City reserved the right to interview up to a maximum of four (4) top ranked Proponents.

Call Dates:

Issued October 5, 2009, Closed November 6, 2009

Ward No:

All

Recommended Proponent:

Publicis Canada

Contract Award Value:

From the date of award to December 31, 2010 - \$1,351,095.93 net of GST and HST Recoveries
Option Year 1 (January 1, 2011 to December 31, 2011) - \$1,526,400.00 net of GST and HST Recoveries

Option Year 2 (January 1, 2012 to December 31, 2012) - \$1,526,400.00 net of GST and HST Recoveries

Option Year 3 (January 1, 2013 to December 31, 2013) - \$1,526,400.00 net of GST and HST Recoveries

Option Year 4 (January 1, 2014 to December 31, 2014) - \$1,526,400.00 net of GST and HST Recoveries

Total potential contract award including all option years is \$7,456,695.93 net of GST and HST Recoveries; \$7,339,310.00 exclusive of all applicable taxes and charges.

APPENDIX # 3

Number of Proposals:

Eleven (11) proposals were received.

Three (3) proposals were declared non-compliant.

Two (2) proposals were short-listed to proceed to the final interview/demonstration stage.

Financial Impact:

The total potential contract award identified in this report is \$7,339,310.00 exclusive of all applicable taxes and charges. The potential cost to the City including option years is \$7,456,695.93 net of GST and HST Recoveries. Funding is available in the 2010 interim or approved operating budget estimates and the approved 2010 capital budgets for the programs and in the amounts as listed below for the required portion of the contract for the period from January 1, 2010 to December 31, 2010 in the amount of \$1,351,095.93 net of GST and HST Recoveries. Should the option terms be exercised, then the operating and capital budget funding will be included for the programs in the 2011 to 2014 budget submissions.

Budgets from which funds will be drawn in 2010:

Division & Accounts	Amount (net of GST)
Solid Waste Management Services	
SW170	\$494,948.00
Transportation Services	
TP0393	\$58,710.00
TP810-05	\$57,358.00
TP0001	\$28,679.00
TP0401	\$28,679.00
Toronto Environment Office	
WE0702	\$141,786.00
Toronto Water	
PW4300	\$15,200.00
PW1041	\$53,200.00
CPW009-12	\$197,600.00
CWW447-03	\$197,600.00
Toronto Animal Services	
Municipal Licencing & Standards	
MS5037	\$32,775.00
PH5041	\$32,775.00
Total Amounts Available (net of GST)	\$1,339,310.00
Total Amount (Net of GST and HST Recoveries) – After Impact of Tax Changes	\$1,351,095.93

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