

**Contract Awards – March 3, 2010 - Composite Report**

<b>Date:</b>	February 25, 2010
<b>To:</b>	Bid Committee
<b>From:</b>	Director, Purchasing and Materials Management
<b>Reference</b>	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 9106-09-7001
	Description	For the non-exclusive provision of armoured car services for various City of Toronto Divisions, for the term of one (1) year from the date of award with the option to renew the contract for two (2) additional one-year terms under the same terms and conditions, at the discretion of the City and subject to budget approval.
	Recommended Bidder	INKAS Security Services Ltd.
2	Call Document	Request for Quotation 9115-09-5205
	Description	Material Specification Compliance Tests and Project Quality Assurance Services for Capital Works Projects in the Toronto and East York District.
	Recommended Bidder	Davroc Testing Laboratories Inc.
3	Call Document	Request for Quotation 3205-10-7003
	Description	The hydraulic flushing, cleaning and closed circuit television inspection of both service lateral drains and main-line sewers in various locations within all districts of the City of Toronto.

	Recommended Bidder	Veolia ES Canada Industrial Services Inc.
4	Call Document	Request for Quotation 1205-10-0031
	Description	Quotation for the supply and delivery of TS2 Type1 Controller Cabinets and Spare Components to various locations in Greater Toronto Area (GTA) as directed by the City, as and when required from the date of the award to December 31, 2010.
	Recommended Bidder	Tacel LTD.
5	Call Document	Request for Quotation 6606-07-3397
	Description	The purpose of this report is to request the Bid Committee to authorize staff to exercise the option to renew the Contract 47013223 for the period from March 1, 2010 until February 28, 2011.
	Recommended Bidder	PPG Canada Inc.

## COMMENTS

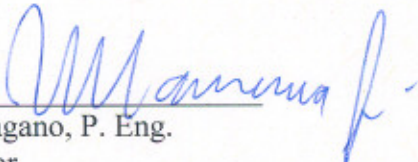
### (1) REQUIREMENTS

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**

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

**(2) APPENDICES – Contract Details**

(2) CONTRACT DETAILS  
Appendix #1

Date: February 12, 2010

Call No:

Request for Quotation 9106-09-7001

Description:

For the non-exclusive provision of armoured car services for various City of Toronto Divisions, for the term of one (1) year from the date of award with the option to renew the contract for two (2) 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 Director of Revenue Services will instruct the Director of Purchasing and Materials Management to process the necessary contract renewals.

Call Dates:

Issued December 9, 2009, Closed January 13, 2010

Ward No:

All

Recommended Bidder:

INKAS Security Services Ltd.

Total Contract Value:

Year 1 of the contract is expected to start March 1, 2010 and end February 28, 2011.

March 1, 2010 to February 28, 2011 - \$216,802.51 net of GST and HST Recoveries

Option Year 1 (March 1, 2011 – February 29, 2012) - \$220,944.06 net of HST Recoveries

Option Year 2 (March 1, 2012 – February 28, 2013) - \$225,559.08 net of HST Recoveries

Total potential contract award including all option years is \$663,305.65 net of GST and HST Recoveries; \$653,068.80 exclusive of all applicable taxes and charges.

Number of Bids:

Two (2) Bids were received.

One (1) Bid was declared non-compliant

Financial Impact:

The total potential contract award identified in this report is \$653,068.80 exclusive of all applicable taxes and charges. The potential cost to the City including option years is \$663,305.65 net of GST and HST Recoveries. Funding in the estimated amount of \$180,668.76 net of GST and HST Recoveries is available or will be requested in the approved or Interim 2010 Operating Budgets of various Divisions as outlined in the table below. Funding for the balance of the contract will be requested in the 2011 Operating Budget submissions of the various Divisions. Should the optional term(s) be exercised, then funding will be requested in the appropriate 2011 and 2012 Operating Budget submissions for the various Divisions.

APPENDIX #1

Division	Cost Centre	March 1, 2010 – Dec. 31, 2010 Net of GST and HST Recoveries	January 1, 2011 – February 28, 2011 Net HST Recoveries	March 1, 2011 – February 29, 2012 Net HST Recoveries	March 1, 2012 – February 28, 2013 Net of HST Recoveries
Court Services	CT3002 CT3003 CT3004 CT3005 Cost Element 4439	\$19,918.50	\$3,983.70	\$24,358.80	\$24,867.60
Economic Development and Culture	AH0085 AH0087 AH0091 AH0092 AH0093 AH0094	\$2,294.61	\$458.92	\$2,806.13	\$2,864.75
Municipal Licensing and Standards – Toronto Animal Services	PH5032 PH5033 PH5034 PH5036 PH5039	\$4,971.66	\$994.44	\$6,079.96	\$6,206.95
Parks, Forestry and Recreation	P03075 Cost Element 4439	\$37,568.33	\$7,511.66	\$45,930.95	\$46,890.35
MLS – Licensing Services	MS1120	\$3,983.70	\$796.44	\$4,871.76	\$4,973.52
Revenue Services	FS0161 FS0168	\$39,454.57	\$7,890.91	\$48,249.91	\$49,257.74
Social Development, Finance and Administration	G23100	\$573.65	\$114.73	\$701.53	\$716.19
Solid Waste Management	SW0800 SW0805 SW0810 SW0820 SW0825 SW0830 SW0835 Cost Elements 4424 & 4435	\$71,085.14	\$14,217.03	\$86,931.69	\$88,747.49
Shelter, Support and Housing Administration	F01121	\$828.61	\$166.22	\$1,013.33	\$1,034.49
<b>Total Amount (Net of GST and HST Recoveries)</b>		<b>\$180,668.76</b>	<b>\$36,133.75</b>	<b>\$220,944.06</b>	<b>\$225,559.08</b>

APPENDIX #1

Division Contacts:

Victor Tryl, Manager  
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Wendy Quaintance - Collier  
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(2) CONTRACT DETAILS  
APPENDIX # 2

Date: February 12, 2010

Call No:

Request for Quotation 9115-09-5205

Description:

Material Specification Compliance Tests and Project Quality Assurance Services for Capital Works Projects in the Toronto and East York District.

Call Dates:

Issued January 6, 2010, Closed January 22, 2010

Ward No:

Ward 14 – Parkdale-High Park; Wards 17&18 – Davenport; Wards 19&20 – Trinity-Spadina; Wards 21&22 – St. Paul's; Wards 27&28 – Toronto Centre-Rosedale; Wards 29&30 – Toronto-Danforth; Wards 31&32 – Beaches-East York.

Recommended Bidder:

Davroc Testing Laboratories Inc.

Contract Award Value:

\$711,500.00 net of all applicable taxes and charges

\$721,745.60 net of GST and HST recoveries

Contract is expected to start March 1st, 2010 and end December 31, 2011.

Number of Bids:

Four (4)

Financial Impact:

The total contract award identified in this report is \$711,500.00 net of all applicable taxes and charges. The cost to the City is \$721,745.60 net of GST and HST recoveries. Funding for the contract award is included in the approved 2010 Toronto Water and Transportation Services Capital Budgets, in the following accounts:

WBS Element	Description	Net of GST and HST Recoveries
CPW545-02	Consulting Fees	\$ 284,036.77
CWW470-02	Storm/Sanitary Sewer	\$ 76,836.03
CTP310-02-04	Major Road Reconstruction	\$ 360,872.80
Total		\$ 721,745.60

APPENDIX #2

The Engineering estimate for this project is \$600,000.00 net of G.S.T.

Division Contacts:

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and Materials Management  
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Infrastructure

Maurizio Barbon, P. Eng.  
Manager, Design & Construction – Linear Purchasing  
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(2) CONTRACT DETAILS  
Appendix #3

Date: February 24, 2010

Call No:

Request for Quotation 3205-10-7003

Description:

The hydraulic flushing, cleaning and closed circuit television inspection of both service lateral drains and main-line sewers in various locations within all districts of the City of Toronto.

Call Dates:

Issued January 8, 2010, Closed January 27, 2010

Ward Nos:

All

Recommended Bidder:

Veolia ES Canada Industrial Services Inc.

Total Contract Value:

\$1,129,670.00 net of all applicable taxes

\$1,238,556.64 net of GST and HST Recoveries

The contract is from March 1, 2010 to March 1, 2011

Number of Bids:

2

Financial Impact:

The total contract award identified in this report is \$1,129,670.00 net of all applicable taxes. The cost to the City net of GST and HST Recoveries is \$1,238,556.64. Funding for the contract award is included in the 2010 Toronto Water Capital Budget WBS Element CWW465-03 - CCTV Inspection.

The engineering estimate for this contract is \$1,300,000.00 net of all taxes.

Division Contacts:

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(2) CONTRACT DETAILS  
APPENDIX #4

Date: February 25, 2010

Call No:

Request for Quotation 1205-10-0031

Description:

Quotation for the supply and delivery of TS2 Type1 Controller Cabinets and Spare Components to various locations in Greater Toronto Area (GTA) as directed by the City, as and when required from the date of the award to December 31, 2010.

Call Dates:

Issued January 27, 2010, Closed February 9, 2009

Ward No:

All

Recommended Bidder:

Tacel LTD.

Contract Award Value:

\$ 1,139,289.30 (Net of GST)

\$ 1,192,034.18 (Including all applicable taxes and charges)

Number of Bids:

Four (4)

Financial Impact:

The total contract award identified in this report is \$1,192,034.18 including all applicable taxes and charges. The cost to the City is \$ 1,139,289.30 net of GST. Funding for the contract award is included in the 2010 Approved Transportation Services Capital Budget in the following accounts:

<b>Accounts</b>	<b>Account Names</b>	<b>2010 No. of Cabinets</b>	<b>Initial Period Date of Award to December 31, 2010 (Net of GST)</b>
CTP709-03	Signal Mods	25	\$ 228,442.41
CTP709-06	APS	12	\$ 109,652.36
CTP709-01	New Signal	7	\$ 63,963.87
CTP709-26	PXO Conversion	6	\$ 54,826.18
CTP709-09	Advanced Traffic Signal Control	Spare items – 100 TS2T1 Cabs excluding Timer	\$ 682,404.48
<b>Total</b>			<b>\$1,139,289.30</b>

## APPENDIX #4

### Division Contacts

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Purchasing and Materials Management Division  
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(2) CONTRACT DETAILS  
APPENDIX # 5

Date: February 22, 2010

Call No:

Request for Quotation 6606-07-3397

Description:

The purpose of this report is to request the Bid Committee to authorize staff to exercise the option to renew the Contract 47013223 for the period from March 1, 2010 until February 28, 2011 under the same terms and conditions with the current supplier, PPG Canada, for the supply and delivery of Liquid Chlorine in Railway Tank Cars on an as required basis to Ashbridges Bay Treatment Plant.

A RFQ for the supply and delivery of chlorine in tank cars for a period of one year with the option to renew the contract for an additional two (2) separate one (1) year periods was issued December 2007 and closed January 2008. An award was made to PPG Canada Inc. in the amount of \$200,880.00 exclusive of all applicable taxes from March 1, 2008 to February 28, 2009.

Due to the volatile chemical market it was unknown at the time the RFQ closed if Toronto Water would pick up the Option Years. A market analysis was conducted for Option Year 1. It was determined that it would be beneficial to move forward with Option Year 1, as the price for chlorine in tank cars remained unchanged at \$310.00 per metric tonne. Option Year 1 was renewed at an amount of \$200,880.00 exclusive of all applicable taxes and charges, bringing the contract value up to \$401,760.00 exclusive of all applicable taxes and charges. A market analysis was conducted for Option Year 2. It was determined renewing the contract would be beneficial to the City as the prices of chemicals, as published in the Industrial Price Index in 2009 had increased, and the supplier's price had remained unchanged at \$310.00 per metric tonne.

The award for the option years was not originally reported to the Bid Committee. As a result of the amount of the contract including Option Year 2, Toronto Water requires a Bid Committee report to move forward with the second and final option year.

Call Dates:

Issued December 5, 2008

Closed January 15, 2008

Ward No:

All

Recommended Bidder:

PPG Canada Inc.

## APPENDIX #5

### Contract Award Value:

March 1, 2008-February 28, 2009, \$210,924.00 net of GST (\$200,880.00 exclusive of all applicable taxes and charges).

March 1, 2009-February 28, 2010, \$210,924.00 net of GST (\$200,880.00 exclusive of all applicable taxes and charges).

March 1, 2010 to February 28, 2011, \$203,236.99 net of GST and HST Recoveries (\$200,880.00 exclusive all applicable taxes and charges).

The total cost for the contract including the requested Option Year is \$625,084.99 net of GST and HST Recoveries.

### Number of Bids:

2

### Financial Impact:

The total potential contract award identified in this report is \$200,880.00 exclusive of all applicable taxes and charges. The cost to the City net of GST and HST recoveries is \$203,236.99. Funding in the estimated amount of \$169,364.10 net of GST and HST recoveries required for the period from the date of award to December 31, 2010, is included in the 2010 Approved Toronto Water Operating Budget in account WW1034 - Ashbridges Bay TP WA8 PL WAT Maintenance.

Funding for the remainder of the contract (from January 1, 2011 to February 28, 2011) in the estimated amount of \$33,872.89 net of GST and HST recoveries will be included in Toronto Water's 2011 Operating Budget submission. Funding details are provided below:

Account No.	Account Name	From March 1, 2010 to February 28, 2011 (Net of GST and HST Recoveries)	
		<u>2010</u>	<u>2011</u>
<u>Operating</u> WW1034	Ashbridges Bay TP WA8 PL WAT Maintenance	\$169,364.10	\$33,872.89
Total		\$203,236.99	

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