



BID AWARD PANEL CONTRACT AWARD

Award of Request for Quotation No. 6102-19-0142 to Mississauga Bus, Coach & Truck Repairs Inc. for the non-exclusive supply of all labour, materials, parts, warranty, tools and equipment necessary to perform repairs, maintenance, overhauls, and service calls of Cummins Diesel Engines.

Date: May 16, 2019
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: All

RECOMMENDATIONS

The Chief Purchasing Officer recommends that the Bid Award Panel grant authority to award the following contract:

Call Number:
RFQ No. 6102-19-0142

Description:

For the non-exclusive supply of all labour, materials, parts, warranty, tools and equipment necessary to perform repairs, maintenance, overhauls, and service calls of Cummins Diesel Engines for the City of Toronto's Toronto Fire Services and Toronto Paramedic Services Divisions from August 1, 2019, to July 31, 2020, with the option to renew the Contract for four (4) additional separate one (1) year periods at the sole discretion of the City and subject to budget approval(s).

Should the option(s) be exercised then the Fire Chief General Manager of Fire Services and the Chief of Toronto Paramedic Services will request the Chief Purchasing Officer to process the renewals under the same terms and conditions.

Recommended Bidder:

Mississauga Bus, Coach & Truck Repairs Inc.

Contract Award Value:

\$585,500 net of all applicable taxes and charges
\$661,615 including HST and all applicable charges
\$595,805 net of HST recoveries

Contract is expected to start on August 1, 2019, and end on July 31, 2020.

Option Year 1 (August 1, 2020 to July 31, 2021)

\$603,065 net of all applicable taxes and charges
\$681,463 including HST and all applicable charges
\$613,679 net of HST recoveries

Option Year 2 (August 1, 2021 to July 31, 2022)

\$621,157 net of all applicable taxes and charges
\$701,907 including HST and all applicable charges
\$632,089 net of HST recoveries

Option Year 3 (August 1, 2022 to July 31, 2023)

\$639,792 net of all applicable taxes and charges
\$722,965 including HST and all applicable charges
\$651,052 net of HST recoveries

Option Year 4 (August 1, 2023 to July 31, 2024)

\$658,985 net of all applicable taxes and charges
\$744,654 including HST and all applicable charges
\$670,584 net of HST recoveries

The total potential contract award including all option years is \$3,163,209 net of HST recoveries, \$3,512,604, including all applicable taxes and charges, and \$3,108,499, net of all applicable taxes and charges.

The above cost calculations for the Option Years reflect an estimated 3% increase in the Consumer Price Index (CPI).

FINANCIAL IMPACT

The total potential contract award including all option years is \$3,163,209 net of HST recoveries, \$3,512,604, including all applicable taxes and charges, and \$3,108,499, net of all applicable taxes and charges.

Funding in the amount of \$203,117 net of HST recoveries was included in the 2019 Operating Budget for Toronto Fire Services (TFS). Funding in the amount of \$45,680 net of HST recoveries is included in the 2019 Operating Budget for Toronto Paramedic Services (TPS). Funding, as identified in the table below, for the balance of the contract period (January 1, 2020 to July 31, 2020) will be included in the 2020 Operating Budget Submission for TPS and TFS.

Should the City choose to exercise the option(s) to renew for an additional four (4) separate one (1) year periods, then appropriate additional funding, if needed, will be requested in the 2020-2024 annual Operating Budget Submissions for TFS and TPS under the same account and cost centres, and will be considered as part of the annual budget review process.

Table 1: Financial Impact Summary of Recommended Contract

Period	Toronto Fire Services Cost Centre: FR0025 Cost Element: 2120	Toronto Paramedic Services Cost Centre: B41100 Cost Element: 4404	Total (net of HST Recoveries)
August 1, 2019 to December 31, 2019	\$ 203,117	\$ 45,680	\$ 248,797
January 1, 2020 to July 31, 2020	\$ 283,295	\$ 63,712	\$ 347,007
Total: Contract Period	\$ 486,413	\$ 109,392	\$ 595,805
August 1, 2020 to December 31, 2020	\$ 209,787	\$ 47,180	\$ 256,967
January 1, 2021 to July 31, 2021	\$ 291,218	\$ 65,494	\$ 356,712
Total: Option Year 1	\$ 501,005	\$ 112,674	\$ 613,679
Total: 2020 Budget Year	\$ 493,083	\$ 110,892	\$ 603,975
August 1, 2021 to December 31, 2021	\$ 216,081	\$ 48,596	\$ 264,677
January 1, 2022 to July 31, 2022	\$ 299,954	\$ 67,458	\$ 367,412
Total: Option Year 2	\$ 516,035	\$ 116,054	\$ 632,089
Total: 2021 Budget Year	\$ 507,299	\$ 114,090	\$ 621,389
August 1, 2022 to December 31, 2022	\$ 222,563	\$ 50,053	\$ 272,617
January 1, 2023 to July 31, 2023	\$ 308,953	\$ 69,482	\$ 378,435
Total: Option Year 3	\$ 531,516	\$ 119,536	\$ 651,052
Total: 2022 Budget Year	\$ 522,518	\$ 117,511	\$ 640,029
August 1, 2023 to December 31, 2023	\$ 228,610	\$ 51,413	\$ 280,024
January 1, 2024 to July 31, 2024	\$ 318,851	\$ 71,708	\$ 390,559
Total: Option Year 4	\$ 547,462	\$ 123,122	\$ 670,584
Total: 2023 Budget Year	\$ 528,565	\$ 120,896	\$ 649,460
Total: 2024 Budget Year	\$ 318,851	\$ 71,708	\$ 390,559

CALL SUMMARY

Call Issued: March 25, 2019

Call Closed: April 26, 2019

Number of Addenda Issued: One (1)

Number of Bids: Three (3)

Table 2: Summary of Bids Received for RFQ 6102-19-0142 including Bid Price

Bidder Name	Bid Price (excluding HST)
Mississauga Bus, Coach & Truck Repairs Inc.	\$585,500
Tokmakjian Inc. DBA Tok Performance	\$614,025
Altruck International Truck Centers	\$760,700

DIVISION CONTACTS

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Inderjit Grewal, Fleet Commander, Toronto Paramedic Services, 416-392-2182,
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COMMENTS

For the recommended contract award, 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 appropriate Division has reviewed submissions and found the price to be reasonable, within available budget and concurs with the recommendation;

c. the total contract value is less than \$20 million dollars (excluding applicable taxes) and the contract term is:

1. for a contract funded by the operating budget, 5 years or less including any option years; or

2. for a contract funded by the capital budget, within the projected term of the capital funding for the project as set out in the capital budget,

being within the authority of the Bid Award Panel;

d. there are no material written objections to the award;

e. the call document was advertised on the City's internet website and bids or proposals were opened publicly; and

f. 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

Michael Pacholok
Chief Purchasing Officer