

Amendment to Blanket Contract Number 47021736 with Toronto Drydock Ltd. for the dry docking ship repair services and/or onsite ship repair services

Date: March 31, 2023

To: General Government Committee

From: General Manager, Parks, Forestry and Recreation and Chief Procurement Officer

Wards: Spadina-Fort York - 10

SUMMARY

The purpose of this report is to seek authority to amend Blanket Contract Number 47021736 issued to Toronto Drydock Limited for the non-exclusive supply of all labour, equipment, materials, services, apparatus, transportation, lay days, permits and incidentals required for the dry docking ship repair services, and/or onsite ship repair services which may include, any electrical, structural and mechanical repairs required, from date of award to September 24, 2019, with the option to renew for four additional separate one year periods at the sole discretion of the City and subject to budget approval.

The passenger vessel, William Inglis is currently in dry dock undergoing repairs. Unforeseen, unfavorable hull and body conditions were present during initial drydocking, subject to extensive steel work including hull repair. In addition, roofing, decks, windows, propeller, shaft, and other material require replacement. These substantial repairs and inspections require the passenger vessel to remain in dry dock and are necessary in order to ensure that the vessel is certified to operate by Transport Canada.

The total value of the Blanket Contract Amendment being requested is \$2,000,000 net of all taxes and charges (\$2,035,200 net of Harmonized Sales Tax recoveries) to a total amount of \$4,971,083 net of all taxes and charges (\$5,058,574 net of Harmonized Sales Tax recoveries), revising the current blanket contract value from \$2,971,083 net of all taxes and charges (\$3,023,374 net of Harmonized Sales Tax recoveries) to \$4,971,083 net of all taxes and charges (\$5,058,574 net of Harmonized Sales Tax recoveries).

RECOMMENDATIONS

The General Manager, Parks, Forestry, and Recreation, and Chief Procurement Officer recommend that:

1. The General Government Committee, in accordance with Section 71-11.1C of the City of Toronto Municipal Code Chapter 71 (Financial Control Bylaw), grant authority to amend Blanket Contract 47021736 issued to Toronto Drydock Limited, to increase the contract value by \$2,000,000, net of all applicable taxes and charges (\$2,035,200 net of Harmonized Sales Tax recoveries), revising the total contract value from \$2,971,083 to \$4,971,083 net of all taxes and charges (\$5,058,574 net of Harmonized Sales Tax recoveries).

FINANCIAL IMPACT

The total value of the Blanket Contract Amendment identified in this report is \$2,000,000 net of all taxes and charges (\$2,035,200 net of Harmonized Sales Tax (HST) recoveries).

Funding in the amount of \$2,035,200 net of HST recoveries is included in the 2023 Council Approved Capital Budget and 2024-2032 Capital Plan for Parks, Forestry and Recreation as summarized in Table 1.

Table 1: Financial Impact Summary of Proposed Contract Amendment

WBS Element	Cost Element	Total Net of HST Recoveries
CPR:126-49-04	4418 Marine Services	\$2,035,200

The Chief Financial Officer and Treasurer has reviewed this report and agrees with the financial impact information.

DECISION HISTORY

Bid Award Panel adopted item BA96.6 on September 12, 2018 and awarded RFQ No. 8001-18-0198 for Dry Docking and Ship Repair Services to Toronto Drydock Limited from date of award to September 24, 2019, with the option to renew for four additional separate one year periods.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2018.BA96.6>

COMMENTS

Dry docking removes a ship from water to allow for detailed inspection and repairs to the vessel. In accordance with Transport Canada's Marine Safety Regulations, passenger ferries must undergo dry docking on a five year rotation for safety inspections and any required repairs. Additionally, annual inspections from an approved service provider are required to ensure vessels remain in compliance with all safety requirements. Any deficiencies or damages noted at dry dock or through inspection must be resolved to keep the boats certified for safe operation.

The City of Toronto currently operates five ferries requiring dry docking and regular maintenance to operate. The William Inglis passenger ferry is currently in dry dock undergoing necessary repairs and maintenance, including steelwork to repair damage to the hull, as well as repairs to the deck, roofing, windows, propeller and shaft.

This amendment requested is the first amendment to Blanket Contract Number 47021736, and is required to pay for further drydocking work on the William Inglis Ferry. The increased cost is due to the substantial steel, wood work, and other repairs which will be increasing the Blanket Contract value from \$2,971,083 to \$4,971,083 net of all taxes and charges (\$5,058,574 net of HST recoveries).

CONTACT

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SIGNATURE

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Genevieve Sharkey
Chief Procurement Officer