



BID AWARD PANEL CONTRACT AWARD

Award of Doc4380904741 to Wajax Limited for Detroit Diesel Engine Repairs for Fire Services

Date: April 4, 2024
To: Bid Award Panel
From: Chief Procurement Officer
Wards: All

RECOMMENDATIONS

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

Solicitation Number:
Request for Quotation Doc4380904741

Description:
For the non-exclusive exclusive supply of all labour, materials, parts, tools and equipment necessary to perform repairs, maintenance, overhauls and service calls of Detroit Diesel engines for the City of Toronto's Fire Services Division, for a period of one (1) year from May 1, 2024 to April 30, 2025, with an option in favour of the City to extend the agreement on the same terms and conditions for an additional term of up to four (4) additional separate one (1) year periods.

Should the option(s) terms be exercised, then the Fire Chief and General Manager will request the Chief Procurement Officer to process the renewals under the same terms and conditions.

Recommended Supplier:
Wajax Limited

Contract Award Value:
\$109,100 net of all applicable taxes and charges
\$123,283 including HST and all applicable charges
\$111,020 net of HST recoveries

The contract is expected to start on May 1, 2024, and end on April 30, 2025.

Option Year 1: May 1, 2025 to April 30, 2026
\$112,373 net of all applicable taxes and charges
\$126,981 including all applicable taxes and charges
\$114,351 net of HST recoveries

Option Year 2: May 1, 2026 to April 30, 2027
\$115,744 net of all applicable taxes and charges
\$130,791 including all applicable taxes and charges
\$117,781 net of HST recoveries

Option Year 3: May 1, 2027 to April 30, 2028
\$119,217 net of all applicable taxes and charges
\$134,715 including all applicable taxes and charges
\$121,315 net of HST recoveries

Option Year 4: May 1, 2028 April 30, 2029
\$122,793 net of all applicable taxes and charges
\$138,756 including all applicable taxes and charges
\$124,954 net of HST recoveries

The total potential contract award identified in this report, including all options years is \$579,227 net of all taxes and \$654,526 including all applicable taxes and charges. **The total potential cost to the City, including all option years, is \$589,421 net of HST recoveries.**

The above cost calculations reflect an estimated 3% in Consumer Price Index adjustment applied annually to the yearly cost after the initial year.

FINANCIAL IMPACT

The total potential contract award identified in this report is \$654,526 including all applicable taxes and charges. The total potential cost to the City is \$589,421 net of HST recoveries.

Funding is available in the 2024 Approved Operating Budget for Toronto Fire Services. Additional funding for the remainder of the initial contract period will be included in the 2025 Operating Budget Submission for Toronto Fire Services. Should the City choose to exercise its option to renew for the additional four (4) separate one (1) year periods, then appropriate additional funding, if needed, will be included in the 2025 – 2029 Operating Budget Submissions for Fire Services Division. Funding details are provided in Table 1 below.

Table 1: Financial Impact Summary Recommended Contracts (net of HST recoveries)

Cost Centre: FR0024 Cost Element: 4424	Net of HST Recoveries
Initial Term –Year 1: May 1, 2024 to December 31, 2024	\$74,625
Initial Term –Year 1: January 1, 2024 to April 30, 2025	\$36,395
Option Year 1: May 1, 2025 to April 30, 2026	\$114,351
Option Year 2: May 1, 2026 to April 30, 2027	\$117,781

Cost Centre: FR0024 Cost Element: 4424	Net of HST Recoveries
Option Year 3: May 1, 2027 to April 30, 2028	\$121,315
Option Year 4: May 1, 2028 to April 30, 2029	\$124,954
Grand Total	\$589,421

The Chief Financial Officer and Treasurer has reviewed this report and agrees with information included in the Financial Impact section.

SOLICITATION SUMMARY

Solicitation Issued: January 25, 2024 **Solicitation Closed:** March 8, 2024

Number of Addenda Issued: Two (2)

Number of Bids: Two (2)

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price (excluding H.S.T)
Wajax Limited	\$109,100
Premier Truck Group of Mississauga	\$135,400

DIVISION CONTACTS

Clarman Yang, Manager, Purchasing Client Services, Purchasing and Materials Management, 416-392-1302, Clarman.Yang@toronto.ca

Kevin Hamilton, Acting Deputy Fire Chief Director, Fire Services, 416-338-9055, Kevin.Hamilton@toronto.ca

Dave Porter, Acting Division Chief, Mechanical Unit, Fire Services, 416-338-9200, Dave.Porter@toronto.ca

COMMENTS

For the recommended contract award, the following requirements have been met:

- The firm recommended for award is the lowest Supplier meeting specifications or to the highest scoring Supplier based on the evaluation criteria included in the Solicitation and meeting the requirements of the solicitation;
- the appropriate Division has reviewed submissions and found the price to be reasonable, within available budget and concurs with the recommendation;
- 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. the Solicitation document was advertised on the City's internet website and bids or proposals were submitted electronically in Ariba; 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 Solicitations are on the file in the Purchasing and Materials Management Division.

SIGNATURE

Geneviève Sharkey
Chief Procurement Officer