

Amendment to Blanket Contract Number 47025662 to Avron Foods Limited for the Supply and Delivery of Snack Foods for the Afterschool Recreation Care Programs and CampTO Child Nutrition Program for Parks and Recreation

Date: April 28, 2025

To: General Government Committee

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

Wards: All

SUMMARY

The purpose of this report is to request authority to amend the value of Blanket Contract Number 47025662 issued to Avron Foods Limited for the supply and delivery of snack foods for the Afterschool Recreation Care Programs and CampTO Nutrition Program for Parks and Recreation. The total amendment being requested is for an additional \$3,288,104 net of all applicable taxes and charges (\$3,345,975 net of HST recoveries), revising the current contract value from \$929,148 net of all applicable taxes and charges (\$945,501 net of HST recoveries) to \$4,217,252 net of all applicable taxes and charges (\$4,291,476 net of HST recoveries).

The amendment for Avron Foods Limited is required to accommodate additional costs associated with the valuation assessment for the Afterschool Recreation Care (ARC) program. In addition, the 2025 operating budget included an expansion of the Afterschool Recreation Care (ARC) program to 200 additional children and the Mayor's initiative to introduce a mid-morning snack program for approximately 56,000 participants at 90 City of Toronto CampTO locations starting this summer.

RECOMMENDATIONS

The General Manager, Parks and Recreation and the 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 number 47025662 issued to Avron Foods Limited, for the supply and delivery of snack foods for the expanded Afterschool Recreation Care program and the

new CampTO child nutrition snack program for Parks and Recreation, increasing the overall value of the contract by \$3,288,104 net of all applicable taxes and charges (\$3,345,975 net of HST recoveries), and revising the current contract order value from \$929,148 net of all applicable taxes and charges (\$945,501 net of HST recoveries) to \$4,217,252 net of all applicable taxes and charges (\$4,291,476 net of HST recoveries).

FINANCIAL IMPACT

The total value of the requested amendment to Blanket Contract number 47025662 is \$3,288,104 net of all applicable taxes and charges (\$3,345,975 net of HST recoveries), revising the current contract order value from \$929,148 net of all applicable taxes and charges (\$945,501 net of HST recoveries) to \$4,217,252 net of all applicable taxes and charges (\$4,291,476 net of HST recoveries).

Funding is available in the 2025 Parks and Recreation Division Operating Budget. Should the City exercise the optional periods, then additional funding will be included in the 2026-2029 Operating Budget Submissions for Parks and Recreation Division. Funding details are summarized in Table 1 to follow.

Table 1 – Financial Impact Summary (Net of HST Recoveries)

Contract Period	Cost Centre: P02062 Cost Element: 2750	Cost Centre P12319 Cost Element: 2750	Total
Date of Award to July 31, 2025			
Initial Year Increase, Net of HST recoveries	\$94,026	\$404,416	\$498,442
August 1, 2025, to July 31, 2026			
Option Year 1 Increase, Net of HST recoveries	\$162,195	\$558,031	\$720,226
August 1, 2026, to July 31, 2027			
Option Year 2 Increase, Net of HST recoveries	\$167,872	\$577,562	\$745,434
August 1, 2027, to July 31, 2028			
Option Year 3 Increase, Net of HST recoveries	\$172,908	\$597,777	\$770,685
August 1, 2028, to July 31, 2029			
Option Year 4 Increase, Net of HST recoveries	\$178,096	\$433,089	\$611,185
Total – Net of HST recoveries			\$3,345,975

The above costs calculations for the option year periods reflect an estimated 3.5 per cent increase, as per the Consumer Price Index.

The Chief Financial Officer and Treasurer has reviewed this report and agrees with the information as presented in the Financial Impact Section.

DECISION HISTORY

At its meeting on August 7, 2024, the Bid Award Panel adopted Item Number BA91.10, authorizing the Award for Doc4632108018 to Avron Foods Limited for the supply and delivery of snack foods for the Parks and Recreation's Afterschool Recreation Care Programs.

<https://secure.toronto.ca/council/agenda-item.do?item=2024.BA91.10>

On April 2, 2025, a Purchase Order Amendment for an additional \$500,000 net of all applicable taxes and charges was processed, bringing the contract value to \$929,148.45 net of all taxes and charges (\$945,501.46 net of HST recoveries).

COMMENTS

Parks and Recreation Division operates an Afterschool Recreation Care (ARC) program for approximately 1,800 children across 44 programs city-wide. Afterschool Recreation Care programs provide high quality, innovative, and safe after-school care in a recreation setting. The program enhances life skills by promoting physical activity, health and wellness, and nutrition in a welcoming and inclusive environment.

An important component of this after school program is the provision of an after-school snacks. Parks and Recreation has contracted Avron Foods Limited for the supply and delivery of snack foods to various schools and community centres within the city of Toronto, through the Afterschool Recreation Care programs.

Parks and Recreation Divisional Finance undertook a valuation exercise for divisional contracts and determined that the existing allocation for the Afterschool Recreation Care contract was not sufficient to meet the current service level due to increased Consumer Price Index rates. In addition, Council approved an expansion of the Afterschool Recreation Care programs to support 200 additional children. These two initiatives resulted an additional \$154,000 of funding in the 2025 Parks and Recreation divisional budget. This will be added to the base for a total of \$761,692 throughout the lifetime of the contract.

An amendment 1, dated April 2, 2025, increased the target value of the contract order 47025662 by \$500,000 from \$429,148 to \$929,148 net of HST to support the provision of snack foods for the Afterschool Recreation Care programs and the CampTO Summer Nutrition program.

As part of the 2025 Operating Budget, the Mayor introduced a child nutrition program to support campers at City of Toronto CampTO locations across the city. Through a detailed analysis of the \$1,017,000 net of HST (\$1,034,899 net of HST recoveries) total funding envelope, a model has been developed that will serve approximately 56,000 children at 90 locations. To implement this, an increase of \$500,000 net of HST (\$508,800 net of HST recoveries) was required to be added in Amendment 1 dated April 2, 2025.

These two initiatives help the City achieve its broader healthy child development and food security goals.

CONTACT

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SIGNATURE

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Geneviève Sharkey
Chief Procurement Officer