Agenda - Executive Policy Committee – September 19, 2007

Report - Standing Policy Committee on Infrastructure Renewal and Public Works - September 11, 2007

Item No. 4 Award of Contract - Mechanical Collection of Solid Wastes from Apartments and Small Commercial Establishments - southwest Winnipeg
File GL-9

STANDING COMMITTEE RECOMMENDATION:

On September 11, 2007, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the administrative recommendation and submitted the following to Council:

1. That a multi-year contract for Bid Opportunity No. 432-2007 be awarded to BFI Canada Inc., the lowest evaluated responsive bidder meeting the specifications in the amount of $480,695.00/year plus GST and MRST as applicable for the period of February 1, 2008 to January 31, 2015. The total estimated cost over the term of the contract is $3,364,865.00.

2. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing.

Agenda - Executive Policy Committee – September 19, 2007

Report - Standing Policy Committee on Infrastructure Renewal and Public Works - September 11, 2007

DECISION MAKING HISTORY:

STANDING COMMITTEE RECOMMENDATION:

On September 11, 2007, the Standing Policy Committee on Infrastructure Renewal and Public Works concurred in the administrative recommendation and submitted the matter to the Executive Policy Committee and Council.

Re: AWARD OF CONTRACT FOR MECHANICAL COLLECTION OF SOLID WASTES FROM APARTMENTS AND SMALL COMMERCIAL ESTABLISHMENTS IN THE SOUTH WEST AREA OF THE CITY OF WINNIPEG, BID OPPORTUNITY NO. 432-2007

FOR SUBMISSION TO: THE STANDING POLICY COMMITTEE ON INFRASTRUCTURE RENEWAL AND PUBLIC WORKS

ORIGINAL REPORT SIGNED BY: Barry MacBride, P. Eng.
Director of the Water and Waste Department

REPORT DATE: August 16, 2007

RECOMMENDATION(S):

That a multi-year contract for Bid Opportunity No. 432-2007 be awarded to BFI Canada Inc., the lowest evaluated responsive bidder meeting the specifications in the amount of $480,695.00/year plus GST and MRST as applicable for the period of February 1, 2008 to January 31, 2015. The total estimated cost over the term of the contract is $3,364,865.00.

Report Summary

KEY ISSUES: This award is for a multi-year contract.

IMPLICATIONS OF THE RECOMMENDATION(S):

General Implications

	None
	For the organization overall and/or for other departments
	For the community and/or organizations external to the City of Winnipeg
X	Involves a multi-year contract

Comment: The term of the contract is from February 1, 2008 to January 31, 2015.

Policy Implications

X	No
	Yes - Comment(s):

Regulatory Implications

X	None
	Eliminates or reduces regulatory impact
	Proposes regulatory impact

Comment(s):

Environmental Implications

X	No
	Yes - Comment(s):

Human Resources Implications

X	No
	Yes - Comment(s):

Financial Implications

X	Within approved current and/or capital budget
	Current and/or capital budget adjustment required

Comment: Funds for this project are included every year in the Current Budget.

REPORT

REASON FOR THE REPORT:

As the term of the contract exceeds 5 years and the contract creates an absolute commitment for funds not yet approved by Council, Council must approve the award of contract.

HISTORY:

Funds for this work are included every year in the Annual Current Budget for Mechanical Collection of Solid Waste, Account Distribution No. 001 521080 201962 999.

DISCUSSION:

The work of this contract consists of the collection of garbage from metal containers of a size and type suitable for mechanically dumping into collection vehicles, as envisioned by Clause 7(a)iii of the Solid Waste By-law. The area boundaries for collection will be South of the Assiniboine River and West of the Red River in the City of Winnipeg.

The major component of the work is the provision of regular garbage collection services to apartments, small commercial premises, and Civic operated facilities that utilize authorized metal containers suitable for frontloading or roll-off garbage collection vehicles. All of the collected garbage will be transported to the Brady Road Landfill.

The Bid Opportunity closed on August 1, 2007, with bids being received as follows:

BFI Canada Inc	$480,695.00/yr
Halton Recycling Ltd.	$557.392.23/yr

dba International Paper Industries
Waste Management of Canada Corporation $682,594.43/yr

Solid Waste Services staff of this Department are satisfied that the low Bidder has the necessary resources to perform all of the work in accordance with the requirements of the specifications. The low Bidder has satisfactorily carried out previous works of a similar nature.

The Manager of Materials Management Branch has advised that each of the bid submissions was accompanied by a bid bond and an agreement to bond, which have been certified by the Legal Services Division.

The requirements for the execution of a formal contract was waived for this contract in accordance with the authority delegated to the Manager of Materials pursuant to Administrative Directive FM-002.

The bid recommended for acceptance is the low bid meeting all requirements of the specifications. This offer is open for acceptance until October 30, 2007.

FINANCIAL IMPACT:

The following financial impact statement for this project has been prepared in accordance with the recommendation adopted by Council on December 13, 2000.

Financial Impact Statement

Date: August 2, 2007

Project Name: MECHANICAL COLLECTION OF SOLID WASTES FROM APARTMENTS AND SMALL COMMERCIAL ESTABLISHMENTS IN THE SOUTH WEST AREA OF THE CITY OF WINNIPEG, BID OPPORTUNITY NO. 432-2007

First Year of Program 2008

	2008	2009	2010	2011	2012
Capital					
Capital Expenditures Required	$ -	$ -	$ -	$ -	$ -
Less: Existing Budgeted Costs	-	-	-	-	-
Additional Capital Budget Required	$ -	$ -	$ -	$ -	$ -
Funding Sources:					
Debt - Internal	$ -	$ -	$ -	$ -	$ -
Debt - External	-	-	-	-	-
Grants (Enter Description Here)	-	-	-	-	-
Reserves, Equity, Surplus	-	-	-	-	-
Other - Enter Description Here	-	-	-	-	-
Total Funding	$ -	$ -	$ -	$ -	$ -
Total Additional Capital Budget Required	$ -				
Total Additional Debt Required	$ -				
Current Expenditures/Revenues					
Direct Costs	$ 440,637	$ 480,695	$ 480,695	$ 480,695	$ 480,695
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ 440,637	$ 480,695	$ 480,695	$ 480,695	$ 480,695
Less: Existing Budget Amounts	440,637	480,695	480,695	480,695	480,695
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: Funds for this work are included every year in the Annual Current Budget for Mechanical Collection of Solid Waste, Account Distribution No. 001 521080 201962 999.

"Original signed by Laurie Fisher"

je
3-Aug-07

Moira L. Geer C.A.
Manager of Finance & Administration

IN PREPARING THIS REPORT THERE WAS:

Internal Consultation With and Concurrence By:

Internal Services, Legal Services Division
Corporate Finance, Materials Management Branch

External Consultation With: N/A

THIS REPORT SUBMITTED BY:

Water and Waste Department
Solid Waste Division
Prepared by: John Elias, C. E. T.
Processed by: Tamara Siemens/Joanie Smalley
Fax No.: 986-3745
File No.: G/97

Attachment

c: Manager of Legal Services/City Solicitor, Internal Services Department
Manager of Materials, Corporate Finance Department
S Tomasi, Finance and Administration, Water and Waste Department
J. Smalley, C.E.T., Water and Waste Department

THE CITY OF WINNIPEG
WATER AND WASTE DEPARTMENT

BID TABULATION

FOR MECHANICAL COLLECTION OF SOLID WASTES FROM APARTMENTS AND SMALL COMMERCIAL ESTABLISHEMENTS IN THE SOUTH WEST AREA OF THE CITY OF WINNIPEG

Bid Opportunity No. 432-2007 **File No. G/97**

Bidder	Total Bid Price	Completion Date	Deposit	Remarks
BFI Canada Inc.	$480,695.00/yr	January 31, 2015	Bid Bond	
Halton Recycling Ltd. dba International Paper Industries	$557,392.23/yr	January 31, 2015	Bid Bond	
Waste Management	$682,594.43/yr	January 31, 2015	Bid Bond	

Pre-bid Estimate	$494,168.04/yr
Recommended Amount	$480,695.00/yr