Report - Standing Policy Committee on Public Works - March 11, 2003

Item No. 1 Award of Contract for Pumping, Hauling and Disposal of Leachate from the Brady Road and Summit Road Landfill Sites and Westview and Kil-cona Parks, Tender No. 906-2002
File GL-9.2 (Vol. 17)

STANDING COMMITTEE RECOMMENDATION:

On March 18, 2003, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Public Works, and submits the following to Council:

1. That a contract for Tender No. 906-2002 be awarded to D & D Excavating & Hauling Ltd., the lowest evaluated responsive bidder meeting the specifications, in the amount of $656,850.00 plus GST.

2. That the Proper Officers of the City be authorized to do all things necessary to implement the intent of the foregoing, including the execution of any documents related thereto.

Agenda - Council - March 26, 2003

Report - Standing Policy Committee on Public Works - March 11, 2003

DECISION MAKING HISTORY:

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

On March 18, 2003, the Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Public Works, and submitted the matter to Council.

STANDING COMMITTEE RECOMMENATION:

On March 11, 2003, the Standing Policy Committee on Public Works concurred in the administrative recommendation and submitted its recommendation to Executive Policy Committee and Council.

RE: AWARD OF CONTRACT FOR PUMPING, HAULING AND DISPOSAL OF LEACHATE FROM THE BRADY ROAD AND SUMMIT ROAD LANDFILL SITES AND WESTVIEW AND KIL-CONA PARKS, TENDER NO. 906-2002

For submission to: Standing Policy Committee on Public Works

Original report signed by: Barry D. MacBride, P. Eng.

Report date: February 12, 2003

In camera item: No

Recommendation(s):

That a contract for Tender No. 906-2002 be awarded to D & D Excavating & Hauling Ltd., the lowest evaluated responsive bidder meeting the specifications, in the amount of $656,850.00 plus GST.

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 April 15, 2003 to March 31, 2006.

Policy implications

X	No
	Yes

Comment:

Financial Implications

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

Comment: Funds for future years are not in an approved budget

Report

RECOMMENDATION:

That a contract for Tender No. 906-2002 be awarded to D & D Excavating & Hauling Ltd., the lowest evaluated responsive bidder meeting the specifications, in the amount of $656,850.00 plus GST.

REASON:

The award of a multi-year contract must be authorized by Council in accordance with Section 8(3) of the City of Winnipeg Purchasing Policy, which states that a recommendation shall be forwarded to Council for funding the difference between budgetary provision and the consideration for the proposed contract.

HISTORY:

Funds for this project are available in the annual Current Estimates from Solid Waste Disposal Account No. 45-552404-173211 for the Summit Road Landfill, and Landfill and Environmental, Account No. 45-552102-200201 for the Brady Road, Kil-cona and Westview Park Landfills.

DISCUSSION:

The work of this contract consists of the pumping and hauling of leachate from the Brady Road and Summit Road Landfill Sites and Westview and Kil-cona Parks to the North End Water Pollution Control Centre for treatment.

In prior years, this work was contracted on an annual basis because of on-going expansion/ improvements to the collection system and changing pumping requirements. No further changes to the collection system are contemplated for the next three years, and the annual pumping requirements and capabilities over this period are now more predictable. Therefore, a three-year contract is now proposed to minimize the administrative requirements for tendering and awarding the work, and to create an opportunity for reduced costs through a longer period for contractors to depreciate their equipment costs.

Tenders closed on February 11, 2003, with bids being received as follows:

D & D Excavating & Hauling Ltd.	$656,850.00
Gem Industries Ltd.	$659,280.00
Mulder Construction & Materials Ltd.	$836,390.00*

*Corrected amount due to a mathematical error.

Staff of the Solid Waste Division are satisfied that the low tenderer 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 Division has advised that each of the tender submissions was accompanied by a bid bond and an agreement to bond, which have been certified by the Legal Services Division.

The lowest evaluated bidder did not initial a price change on Form B: Prices. This irregularity is of a minor nature and the waiving of this irregularity would not prejudice other bidders. Therefore it is recommended that this irregularity be waived.

The tender recommended for acceptance is the low bid meeting all requirements of the specifications. This offer is open for acceptance until April 12, 2003.

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: February 12, 2003

Project Name: **First Year of Program** **2003**

PUMPING, HAULING AND DISPOSAL OF LEACHATE FROM THE BRADY ROAD AND SUMMIT ROAD LANDFILL SITES AND WESTVIEW AND KIL-CONA PARKS, TENDER NO. 906-2002

	2003	2004	2005	2006	2007
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	$ 192,761	$ 257,894	$ 257,894	$ 64,414	$ -
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ 192,761	$ 257,894	$ 257,894	$ 64,414	$ -
Less: Existing Budget Amounts	192,760	257,894	257,894	64,414	-
Net Budget Adjustment Required	$ 0	$ -	$ -	$ 0	$ -

Additional Comments: This is a three year contract with funds included in the annual Current Estimates. The funding in the second and third year of the contract requires Council approval.

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

THIS REPORT SUBMITTED BY:

Water and Waste Department
Division: Solid Waste
Prepared by: Tony Kuluk
Processed by: Shirley Teranishi/ John Elias, C.E.T.
File No. WW/G/89

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Attachment

c: U. Goeres, Manager of Legal Services/City Solicitor, Corporate Services Department
E. Van Mierlo, Manager of Materials, Corporate Finance Department
N. Vollrath, Finance and Administration, Water and Waste Department
J. Elias, C.E.T., Water and Waste Department

THE CITY OF WINNIPEG
WATER AND WASTE DEPARTMENT

TENDER TABULATION

FOR

PUMPING, HAULING AND DISPOSAL OF LEACHATE FROM THE BRADY ROAD AND SUMMIT ROAD LANDFILL SITES AND WESTVIEW AND KIL-CONA PARKS

Tender No. 332-2002 File No. WW/G/89

Tenderer	Tendered Price	Completion Date	Total Deposit	Remarks
D & D Excavating & Hauling Ltd.	$656,850.00	March 31, 2006	Bid Bond	
Gem Industries Ltd.	$659,280.00	March 31, 2006	Bid Bond	
Mulder Construction & Materials Ltd.	$836,390.00*	March 31, 2006	Bid Bond	

*Corrected amount due to a mathematical error.

Pre-tender Estimate $686,000.00

Recommended Amount $656,950.00