Minutes - Executive Policy Committee - July 16, 2003

Report - Standing Policy Committee on Public Works - July 8, 2003

Minute No. 304
Item No. 3 Award of Contract for residential manual garbage collection services in the Northwest area of Winnipeg - Tender No. 148-2003
File GL-9

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

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. 148-2003 be awarded to Canadian Waste Services Inc., the lowest evaluated responsive bidder meeting the specifications in the amount of $1,298,342.66/year plus GST.

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

Report - Standing Policy Committee on Public Works - July 8, 2003

DECISION MAKING HISTORY:

Moved by Councillor Angus,
That the recommendation of the Standing Policy Committee on Public Works be concurred in and forwarded to Council.

Carried

STANDING COMMITTEE RECOMMENDATION:

On July 8, 2003, the Standing Policy Committee on Public Works concurred in the administrative recommendation and submitted the matter to Executive Policy Committee and Council.

Re: AWARD OF CONTRACT FOR RESIDENTIAL MANUAL GARBAGE COLLECTION SERVICES IN THE NORTHWEST AREA OF WINNIPEG TENDER NO. 148-2003

FOR SUBMISSION TO: THE STANDING POLICY COMMITTEE ON PUBLIC WORKS

ORIGINAL REPORT SIGNED BY: Acting Director of Water and Waste Department

REPORT DATE: June 16, 2003

RECOMMENDATION(S):

That a contract for Tender No. 148-2003 be awarded to Canadian Waste Services Inc., the lowest evaluated responsive bidder meeting the specifications in the amount of $1,298,342.66/year 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 February 1, 2004 to January 31, 2010

Policy Implications

X	No
	Yes - 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 work are included every year in the Annual Current Estimates.

REPORT

REASON:

The award of a multi-year contract must be authorized by Council in accordance with Section 8(c) 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 work are included every year in the Annual Current Estimates, Account No. 001 524045 201962 for Residential Manual Collection Services in the Northwest Area of Winnipeg

DISCUSSION:

The work of this contract consists of the manual collection of garbage from all residential units 15 suites or less in the northwest area of Winnipeg, including Osborne and Corydon Villages as well as the manual collection of garbage from small commercial locations in the same areas.

Tenders closed on June 12, 2003, with bids being received as follows:

Canadian Waste Services Inc.	$1,298,342.66/year
BFI Canada Inc.	$1,380,636.00/year
Miller Waste Systems	$1,664,958.80/year
International Paper Industries Ltd.	$1,296,181.68/year*

*The bid submitted by International Paper Industries Ltd. was determined to be non-responsive due to insufficient bid security.

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, except for the bid security submitted by International Paper Industries Ltd., which was not certified.

The tender recommended for acceptance is the low bid meeting all requirements of the specifications. This offer is open for acceptance until August 26, 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:** June 16, 2003

Project Name: **First Year of Program 2004**

RESIDENTIAL MANUAL GARBAGE COLLECTION SERVICES IN THE NORTHWEST AREA OF WINNIPEG TENDER NO. 148-2003

	2004	2005	2006	2007	2008
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	$ 1,269,822	$ 1,426,814	$ 1,469,653	$ 1,513,706	$ 1,559,117
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ 1,269,822	$ 1,426,814	$ 1,469,653	$ 1,513,706	$ 1,559,117
Less: Existing Budget Amounts	1,269,822	1,426,814	1,469,653	1,513,706	1,559,117
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: This is a six year contract with funds included in the annual Current Estimates. The price per year for 2005 to 2010 has been increased by an estimated amount of 3% per year to account for the Consumer Price Index as stated in Clause E8 of the tender documents.

je

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

IN PREPARING THIS REPORT THERE WAS CONSULTATION WITH AND CONCURRENCE BY:

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

THIS REPORT SUBMITTED BY:

Water and Waste Department
Solid Waste Services Division
Prepared by: Darryl Drohomerski, C. E. T.
Processed by: Shirley Teranishi/John Elias
File No. G/91

Attachment

c: Manager of Legal Services/City Solicitor, Corporate Services Department
Manager of Materials, Corporate Finance Department
S. Cechvala, 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

RESIDENTIAL MANUAL GARBAGE COLLECTION SERVICES IN THE NORTHWEST AREA OF WINNIPEG

Tender No 148-2003 **File No** G/91

Tenderer	Total Tendered Price	Completion Date	Deposit	Remarks
Canadian Waste Services Inc.	$1,298,342.66/year	January 31, 2010	Bid Bond	
BFI Canada Inc.	$1,380,636.00/year	January 31, 2010	Bid Bond	
Miller Waste Systems	$1,664,958.80/year	January 31, 2010	Bid Bond	
International Paper Industries Ltd.	$1,296,181.68/year*	January 31, 2010	Bid Bond	non responsive

*The bid submitted by International Paper Industries Ltd. was determined to be non-responsive due to insufficient bid security.

Pre-tender Estimate
$1,344,876.50/year
Recommended Amount
$1,298,342.66/year