Minutes – Executive Policy Committee – June 15, 2022

Report – Standing Policy Committee on Water and Waste, Riverbank Management and the Environment – June 7, 2022

Item No. 1 Award of Contract for Front Load Collection of Solid Waste in the North West Area of Winnipeg – Tender No. 813-2021

EXECUTIVE POLICY COMMITTEE RECOMMENDATION:

The Executive Policy Committee concurred in the recommendation of the Standing Policy Committee on Water and Waste, Riverbank Management and the Environment, as amended, and submitted the following to Council:

1. That the City award, enter into, execute and deliver a Contract for Front Load Collection of Solid Waste in the North West Area of Winnipeg, for the period of February 1, 2023 until January 31, 2030 with GFL Environmental Inc. in the estimated amount of $10,945,016.99 (annual inflation adjustment of 5% applied) based on an estimated annual amount of $1,344,265.00, GST extra as applicable, and such other agreements as determined necessary by the City Solicitor / Director of Legal Services to implement the intent of the foregoing (the "Ancillary Agreements").

2. That Council direct the Winnipeg Public Service to report back by December 2023 on:

    A. The costs and benefits of the mixed City/private systems used in Ottawa and Calgary, including any collective agreement provisions (eg: wage, pension) affecting garbage/recycle workers.

    B. Garbage/recycling collection options, including a mixed City/private option, for Council consideration prior to issuance of a city-wide garbage/recycle collection Request for Proposal.

3. 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 Water and Waste, Riverbank Management and the Environment – June 7, 2022

DECISION MAKING HISTORY:

Moved by Councillor Mayes,

That the recommendation of the Standing Policy Committee on Water and Waste, Riverbank Management and the Environment be concurred in with the following amendment and forwarded to Council:

- Add the following new Recommendation 2 and renumber the remaining recommendations accordingly:

  "2. That Council direct the Winnipeg Public Service to report back by December 2023 on:

     A. The costs and benefits of the mixed City/private systems used in Ottawa and Calgary, including any collective agreement provisions (eg: wage, pension) affecting garbage/recycle workers.

     B. Garbage/recycling collection options, including a mixed City/private option, for Council consideration prior to issuance of a city-wide garbage/recycle collection Request for Proposal."

Yea:	Bowman, Allard, Browaty, Chambers, Gilroy, Mayes, Rollins	7
Nay:		0

Carried

STANDING COMMITTEE RECOMMENDATION:

On June 7, 2022, the Standing Policy Committee on Water and Waste, Riverbank Management and the Environment concurred in the recommendation of the Winnipeg Public Service and submitted the matter to the Executive Policy Committee and Council.

ADMINISTRATIVE REPORT

Title: **AWARD OF CONTRACT FOR FRONT LOAD COLLECTION OF SOLID WASTE IN THE NORTH WEST AREA OF WINNIPEG TENDER NO. 813-2021**

Critical Path: **Standing Policy Committee on Water and Waste, Riverbank Management and the Environment – Executive Policy Committee – Council**

AUTHORIZATION

Author	Department Head	CFO	CAO
M. Gordichuk, CCLP, Manager of Solid Waste Services	C. Wiebe, P. Eng. CAMP, Acting Director of Water and Waste	C. Kloepfer	M. Jack

EXECUTIVE SUMMARY

This report is for the award of a contract to GFL Environmental Inc. for Front Load Collection of Solid Waste in the North West Area of Winnipeg for the period of February 1, 2023 until January 31, 2030. The procurement is through the Tender process. This contract is financed from the annual Current Budget for Multi-Family Refuse Collection 001 521082 201962 999. The recommendation of this report is compliant with the Materials Management Policy and applicable trade agreements.

RECOMMENDATIONS

1. That the City award, enter into, execute and deliver a Contract for Front Load Collection of Solid Waste in the North West Area of Winnipeg, for the period of February 1, 2023 until January 31, 2030 with GFL Environmental Inc. in the estimated amount of $10,945,016.99 (annual inflation adjustment of 5% applied) based on an estimated annual amount of $1,344,265.00, GST extra as applicable, and such other agreements as determined necessary by the City Solicitor / Director of Legal Services to implement the intent of the foregoing (the “Ancillary Agreements”).

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

REASON FOR THE REPORT

As the City’s operational requirements are such that the contract may in effect create a purchase that obligates the City to future budgets, and the term of the Contract exceeds 5 years, Council approval is required in accordance with B8.2.2 of the Materials Management Policy F1-003.

IMPLICATIONS OF THE RECOMMENDATIONS

Funding for this project is available from the annual Current Budget for Multi-Family Refuse Collection 001 521082 201962 999.

HISTORY / DISCUSSION

The work of this contract consists of the Front Load Collection of Solid Waste in the North West Area of Winnipeg.

The Tender closed on March 11, 2022, with bids being received as follows:

	Annual Bid Price
GFL Environmental Inc.	$ 1,344,265.00*
Waste Connections of Canada Inc.	$ 1,480,657.78*
Halton Recycling Ltd. dba Emterra Environmental	$ 2,587,722.60*

* Corrected due to formula error in Form B, the Total Bid Price formula did not include Item #1

Note: All prices are based on the annual bid price, not including inflationary adjustments.

Pre-bid Estimate $1,500,000.00 (annually)

The Public Service is 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 recommended Contractor has a Certificate of Recognition (COR) provided by the Construction Safety Association of Manitoba, Certification No. 95906-16.

The requirements for Bid Security and the execution of a formal contract were waived for this purchase in accordance with the authority delegated to the Manager of Materials pursuant to Administrative Standard FM-002.

The bid recommended for acceptance is the low bid meeting all requirements of the specifications. This offer was originally open for acceptance until June 9, 2022, however letters were sent to all bidders on April 14, 2022, requesting that bidders extend their bids until August 8, 2022. All bidders agreed to extend their bids until August 8, 2022.

FINANCIAL IMPACT

Financial Impact Statement

Date: April 26, 2022

Project Name:

First Year of Program **2023**

AWARD OF CONTRACT FOR FRONT LOAD COLLECTION OF SOLID WASTE IN THE NORTH WEST AREA OF WINNIPEG
TENDER NO. 813-2021

	2023	2024	2025	2026	2027
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	$ 1,232,243	$ 1,405,877	$ 1,476,171	$ 1,549,980	$ 1,627,479
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ 1,232,243	$ 1,405,877	$ 1,476,171	$ 1,549,980	$ 1,627,479
Less: Existing Budget Amounts	1,232,243	1,405,877	1,476,171	1,549,980	1,627,479
Net Budget Adjustment Required	$ -	$ -	$ -	$ -	$ -

Additional Comments: Contract costs have been built into the Department's future operating budgets. The contract is subject to an annual inflation adjustment as per Tender No. 813-2021 (not to exceed a 5% increase). The maximum contract amount for the period of February 1, 2023 to January 31, 2030 is estimated at $10,945,016.99 assuming 5% annual inflation. (Not shown: Contract years Jan 01, 2028-Jan 31, 2030 total of $3,653,267.84). Funds are budgeted in the operating accounts Multi-Family Refuse Collection - North Account Distribution No. 001 521082 201962 999.

Lucy Szkwarek

mb/bah
19-Apr-22

Lucy Szkwarek, CPA, CGA
Manager of Finance and Administration

CONSULTATION

In preparing this report there was consultation with:

Legal Services (as to legal issues)

OURWINNIPEG POLICY ALIGNMENT

This report is in accordance with the OurWinnipeg policies through ensuring that solid waste services are delivered in a manner that is consistent with Provincial regulations.

OurWinnipeg Reference: Solid Waste Management

WINNIPEG CLIMATE ACTION PLAN ALIGNMENT

N/A

WINNIPEG POVERTY REDUCTION STRATEGY ALIGNMENT

N/A

SUBMITTED BY

Department: Water and Waste
Division: Solid Waste Services
Prepared by: Derek Goodman, C.E.T.
Date: April 26, 2022
File No.: G-279