Agenda - Executive Policy Committee - September 22, 2004

Report - Standing Policy Committee on Public Works - September 14, 2004

Item No. 1 Award of Contract - Mechanical Collection of solid wastes from apartments and small commercial establishments (Area C) File GL

STANDING COMMITTEE RECOMMENDATION:

On September 14, 2004, the Standing Policy Committee on Public Works concurred in the administrative recommendation and submits the following to Council:

1. That a six year contract for Tender No. 224-2004 be awarded to International Paper Industries Ltd., the lowest evaluated responsive bidder meeting the specifications in the amount of $399,064.93 a 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.

Agenda - Executive Policy Committee - September 22, 2004

Report - Standing Policy Committee on Public Works - September 14, 2004

DECISION MAKING HISTORY:

STANDING COMMITTEE RECOMMENDATION:

On September 14, 2004, the Standing Policy Committee on Public Works concurred in the administrative recommendation and submitted the matter to the Executive Policy Committee and Council.

Re: AWARD OF CONTRACT FOR THE MECHANICAL COLLECTION OF SOLID WASTES FROM APARTMENTS AND SMALL COMMERCIAL ESTABLISHMENTS (AREA C) – BID OPPORTUNITY NO. 224-2004

FOR SUBMISSION TO: THE STANDING POLICY COMMITTEE ON PUBLIC WORKS
ORIGINAL REPORT SIGNED BY: Dan McInnis, A/Director, Water and Waste Department

REPORT DATE: August 12, 2004
RECOMMENDATION(S):

That a six year contract for Tender No. 224-2004 be awarded to International Paper Industries Ltd., the lowest evaluated responsive bidder meeting the specifications in the amount of $399,064.93/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, 2005 to January 31, 2011.

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 FOR THE REPORT:

In accordance with Section B8.2.3 of the City's Materials Management Policy, the Standing Committee on Public Works shall forward a recommendation to Council including, where appropriate, a recommendation for funding the difference between budgetary provision and the monetary consideration to be paid by the City pursuant to the proposed contract.

HISTORY:

Funds for this work are included every year in the Annual Current Estimates for Multi-Family Refuse Collection East, Account Distribution No. 001 524042 201962.

DISCUSSION:

The work of this contract consists of providing regular garbage collection services to apartment and small commercial premises that utilize authorized metal containers suitable for front-loading overhead, or roll-off garbage collecting vehicles within the East sector of the City of Winnipeg as envisioned by Clause 7(a)iii of the Solid Waste By-law.

Tenders closed on July 15, 2004, with bids being received as follows:

International Paper Industries Ltd.	$399,064.93/year*
Serpreco Systems Ltd. d.b.a Haulrite Environmental	$408,352.85/year
Waste Management Canada	$434,860.88/year*
BFI Canada Inc.	$436,638.08/year

*Corrected amount due to a mathematical error.

Staff of the Solid Waste Services Division 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.

Water and Waste Department staff have verified that the proposed Contractor has an acceptable company Safety and Health Program.

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

The tender recommended for acceptance is the low bid meeting all requirements of the specifications. This offer is open for acceptance until October 13, 2004.

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 5, 2004

Project Name:

MECHANICAL COLLECTION OF SOLID WASTES FROM APARTMENTS AND SMALL COMMERCIAL ESTABLISHMENTS (AREA C) - TENDER NO. 224-2004

First Year of Program **2005**

	2005	2006	2007	2008	2009 and beyond
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	$ 392,636	$ 441,177	$ 454,413	$ 468,045	$ 1,021,258
Less: Incremental Revenue/Recovery	-	-	-	-	-
Net Cost/(Benefit)	$ 392,636	$ 441,177	$ 454,413	$ 468,045	$ 1,021,258
Less: Existing Budget Amounts	392,636	441,177	454,413	468,045	1,021,258
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 2006 to 2011 has been increased by an estimated amount of 3% per year to account for the Consumer Price Index as stated in Clause D15 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 E. Drohomerski, C.E.T.
Processed by: Shirley Teranishi
File No. G/92

DED

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

MECHANICAL COLLECTION OF SOLID WASTES FROM APARTMENTS AND SMALL COMMERCIAL ESTABLISHMENTS (AREA C)

Tender No. 224-2004 **File No. WW/G/92**

Tenderer	Total Tendered Price	Completion Date	Deposit	Remarks
International Paper Industries Ltd.	$399,064.93/year*	January 31, 2011	Bid Bond	
Serpreco Systems Ltd. d.b.a Haulrite Environmental	$408,352.85/year	January 31, 2011	Certified Cheque	
Canadian Waste Services	$434,860.88/year*	January 31, 2011	Bid Bond	
BFI Canada Inc.	$436,638.08/year	January 31, 2011	Bid Bond	

*Corrected amount due to a mathematical error.

Pre-tender Estimate	$428,000.00/year
Recommended Amount	$399,064.93/year