**Agenda - Executive Policy Committee - May 11, 2005**

**Report - Standing Policy Committee on Public Works - May 5, 2005**

**Item No. 1** **Award of Contract - Transporting sewage sludge to Main Line Industries Ltd. - Delegation of Authority to Chief Administrative Officer**
**File GL-9**

STANDING COMMITTEE RECOMMENDATION:

On May 5, 2005, the Standing Policy Committee on Public Works concurred in the administrative recommendation and submits the following to Council:

1. That a contract be awarded to Main Line Industries Ltd. the lowest evaluated responsive bidder meeting the specifications in the amount of $1,933,800.00.

2. That the Chief Administrative Officer be delegated the authority to award future multi-year contracts for work that is substantially the same, each contract not to exceed five (5) years in duration and the Chief Administrative Officer's monetary award limit.

3. 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 - May 11, 2005**

**Report - Standing Policy Committee on Public Works - May 5, 2005**

DECISION MAKING HISTORY:

STANDING COMMITTEE RECOMMENDATION:

On May 5, 2005, 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 TRANSPORTING SEWAGE SLUDGE**
**BID OPPORTUNITY NO. 131-2005**

**FOR SUBMISSION TO:** THE STANDING POLICY COMMITTEE ON PUBLIC WORKS

**ORIGINAL REPORT SIGNED BY:** Barry D. MacBride, P. Eng.

**REPORT DATE:** April 19, 2005

**RECOMMENDATION(S):**

That a contract be awarded to Main Line Industries Ltd. the lowest evaluated responsive bidder meeting the specifications in the amount of $1,933,800.00 and,

That the Chief Administrative Officer be delegated the authority to award future multi-year contracts for work that is substantially the same, each contract not to exceed five (5) years in duration and the Chief Administrative Officer's monetary award limit.

## Report Summary

**KEY ISSUES:** This award is for a multi-year contract funded by the Current Budget.

**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: July 16, 2005 to July 15, 2008

**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 future years are not in an approved budget.

## REPORT

### REASON FOR THE REPORT:

The award of a multi-year contract must be authorized by Council in accordance with Section B8.2.3 of the City of Winnipeg Materials Management Policy, which states that the appropriate Standing Committee shall forward a recommendation to Council including where appropriate, a recommendation for funding the difference between the budgetary provision and the monetary consideration to be paid by the City pursuant to the proposed contract.

### HISTORY:

Funds for the Transporting of Sewage Sludge are included in the Current Budget – Sewage Disposal System – Interception and Treatment Regional, Account No.'s 444-526080-201109 and 444-526080-201110.

### DISCUSSION:

The work of this contract consists of the transporting of approximately 476,000 kilolitres of sewage sludge from the South End Water Pollution Control Centre and approximately 174,000 kilolitres of sewage sludge from the West End Water Pollution Control Centre to the North End Water Pollution Control Centre for further treatment and processing for the period of July 16, 2005 to July 15, 2008.

The Bid Opportunity closed on April 5, 2005, with bids being received as follows:

| | |
|---|---|
| Main Line Industries Ltd. | $1,933,800.00 |
| Mulder Construction & Materials Ltd. | $2,102,200.00 |
| D & D Excavating & Hauling Ltd | $2,109,000.00 |

Engineering staff of this Department have met with the low Bidder to review their qualifications, equipment and manpower, and are satisfied that they have 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 proposed Contractor has a (COR) Certificate of Recognition (MH040325MS) provided by the Manitoba Heavy Construction Association's Safety, Health and Environment Program.

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 bid recommended for acceptance is the low bid meeting all requirements of the specifications. This offer is open for acceptance until June 5, 2005.

**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:** April 11, 2005

**Project Name:**

AWARD OF CONTRACT FOR TRANSPORTING SEWAGE SLUDGE
BID OPPORTUNITY NO. 131-2005

**First Year of Program** **2005**

| | 2005 | 2006 | 2007 | 2008 | 2009 |
|---|---|---|---|---|---|
| **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 | $ 295,442 | $ 644,600 | $ 644,600 | $ 349,158 | $ - |
| Less: Incremental Revenue/Recovery | - | - | - | - | - |
| Net Cost/(Benefit) | $ 295,442 | $ 644,600 | $ 644,600 | $ 349,158 | $ - |
| Less: Existing Budget Amounts | 295,442 | 644,600 | 644,600 | 349,158 | - |
| Net Budget Adjustment Required | $ - | $ - | $ - | $ - | $ - |

**Additional Comments:** This is a three year contract with funds approved in the annual Current Estimates.

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

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**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
Engineering Division
Prepared by:Nick Clinch
Processed by: Shirley Teranishi/John Elias
File No. S-642

Attachment

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

**THE CITY OF WINNIPEG**
**WATER AND WASTE DEPARTMENT**

**BID TABULATION**

**FOR**

**TRANSPORTING SEWAGE SLUDGE**

**Bid Opportunity No. 131-2005** **File No. WW/S-642**

| Bidder | Total Bid Price | Completion Date | Deposit | Remarks |
|---|---|---|---|---|
| Main Line Industries Ltd | $1,933,800.00 | July 15, 2008 | | |
| Mulder Construction & Materials Ltd | $2,102,200.00 | July 15, 2008 | | |
| D & D Excavating & Hauling Ltd | $2,109,000.00 | July 15, 2008 | | |

| | |
|---|---|
| Pre-bid Estimate | $1,901,000.00 |
| Recommended Amount | $1,933,800.00 |