

The Corporation of the City of Kawartha Lakes

Council Report

Report Number PUR2018-027

Date: June 19, 2018
Time: 2:00 p.m.
Place: Council Chambers

Ward Community Identifier: Ward 3

Title: Request for Quotation 2018-62 CQ Refurbishment of One Landfill Loader

Author and Title: Marielle van Engelen, Buyer
Toddy Bryant, Manager of Fleet and Transit Services

Recommendation(s):

That Report PUR2018-027, **Request for Quotation 2018-62-CQ Refurbishment of One Landfill Loader**, be received;

THAT Iron Equipment Ltd. of Pontypool, be selected for the award of Quotation 2018-62-CQ Refurbishment of One Landfill Loader for the total quoted price of \$177,500.00 not including HST; and

THAT Financial Services be authorized to issue a purchase order.

Department Head:_____

Financial/Legal/HR/Other:_____

Chief Administrative Officer:_____

Background:

The Waste Management department operates one (1) compactor/loader at the Somerville Landfill. This compactor/loader is at the end of its productive life and requires refurbishing to extend that life for an additional ten to fifteen years.

Quotation 2018-62-CQ was released and advertised in accordance with the Purchasing Policy. The quotation closed on May 22, 2018 and was opened in public by Patrick O'Reilly, Councillor and Marielle van Engelen, Buyer, with the following results:

Quotation Received From	Total Quotation Amount Read at Public Opening (excluding HST)
Iron Equipment Ltd. Pontypool, ON	\$177,500.00
Toromont CAT Peterborough, ON	\$250,074.99

As per the Purchasing Policy when procurement awards are valued at \$100,000 or greater and are an irregular result with fewer than three (3) submissions received the procurement award must be approved by Council.

Submissions were checked for compliancy to the quotation document and for mathematical errors. References were checked and found to be favorable.

Rationale:

During the 2018 budget approval process, staff recommended the refurbishment of two (2) pieces of landfill equipment at a cost of \$300,000 versus replacing them at an estimated replacement cost of \$675,000. This report addresses the refurbishment of the Loader/Compactor located at the Somerville Landfill as it was deemed to be the most time sensitive, detailed and costly of the two projects.

Staff recommends that Iron Equipment Ltd. be award Request for Quotation 2018-62-OQ for Refurbishment of One Landfill Loader.

Other Alternatives Considered:

No other alternatives are being considered as the recommendation to award was achieved through an open, fair and transparent competitive procurement process.

Financial/Operation Impacts:

Capital Project Number	Project Budget	Other Committed Funds	Capital Project balance	Purchase Amount (excl. HST)	HST Payable	Total Amount	Project Balance
994180211 and 994180212	\$300,000	\$0	\$300,000	\$177,500	\$3,124	\$180,624	\$119,375

The total project budget is for the refurbishment of two (2) loaders, each with different refurbishment requirements. Based on the scope of work for the second refurbishment, Staff anticipate that the remaining project balance will be sufficient to complete the work within budget. However, if additional funds are required for the refurbishment of the second loader, a report to council will be done at that time.

Relationship of Recommendation(s) To The 2016-2019 Strategic Plan:

Refurbishment of the landfill loader allows the City to meet Goal 3 of the 2016 to 2019 strategic plan "Healthy Environment". Specifically, Action item 3.1.2, which is execution of the Waste Management Strategy. The Waste Management Strategy focusses on ways to ensure our landfill have site life and are sustainable. Refurbishing the loader allows landfill operation equipment used in diversion activities to function more effectively by moving and separating recyclables from entering the landfill and better compacting recyclables in the Miller trucks. These operations support a robust recycling operation which is an element of the City's waste strategy.

Consultations:

Junior Accountant

Department Head E-Mail: brobinson@kawrthalakes.ca

Department Head: Bryan Robinson, Director of Public Works

Department File: 2018-62-CQ