

For Information Only

Operation and Maintenance of the Azilda & Hanmer Landfill & Waste Diversion Sites

Presented To: Operations Committee

Presented: Monday, Jun 19, 2017

Report Date: Wednesday, May 24, 2017

Type: Correspondence for Information Only

Resolution

For Information Only

Relationship to the Strategic Plan / Health Impact Assessment

This report refers to operational matters.

Report Summary

This report provides the tender results of the most recent procurement process for the Operation & Maintenance of the Azilda & Hanmer Landfill & Waste Diversion Sites.

Financial Implications

The estimated 2017 budget shortfall will be offset by higher than budgeted revenues within the Environmental Services portfolio.

The estimated annual budget shortfall of approximately \$243,000 for the Azilda Site and \$165,000 for the Hanmer Site will be incorporated in 2018 base budget. These costs have been incorporated in the 2018 preliminary financial forecast that was presented to Council on May 16, 2017.

Signed By

Report Prepared By

Chantal Mathieu
Director of Environmental
Digitally Signed May 24, 17

Health Impact Review

Chantal Mathieu
Director of Environmental
Digitally Signed May 24, 17

Manager Review

Chantal Mathieu
Director of Environmental
Digitally Signed May 24, 17

Division Review

Chantal Mathieu
Director of Environmental
Digitally Signed May 24, 17

Recommended by the Department

Tony Cecutti
General Manager of Growth and Infrastructure
Digitally Signed May 24, 17

Financial Implications

Liisa Brule
Coordinator of Budgets
Digitally Signed Jun 1, 17

Recommended by the C.A.O.

Ed Archer
Chief Administrative Officer
Digitally Signed Jun 5, 17

Background:

Tenders for Contract ISD17-9 for the Operation & Maintenance of the Azilda and Hanmer Landfill & Waste Diversion Sites were opened at the Tender Opening Committee on March 23, 2017. The following pre-qualified bidders submitted tenders:

BIDDER	At Opening
William Day Construction	\$11,011,332.56
Future Waste Systems (Niagara) Inc.	\$8,993,728.38
Pioneer Construction Inc.	\$10,389,357.06
BM Metals Services Inc.	\$8, 888,878.11

The tenders were reviewed by the Purchasing Section. The BM Metal Services Inc. tender was automatically rejected since no Agreement to Bond was provided.

The low compliant bid was awarded to Future Waste Systems (Niagara) Inc.

Following analysis, the low compliant bid is over budget by approximately \$408,000 per year, excluding costs that are covered by the Capital Envelope. Certain costs are currently funded by the Capital envelope and only used when required. This can include costs for interim cover, hydro seeding etc.

No impact to the 2017 budget is anticipated. This is due to higher than budgeted revenues in landfill gas and the sale of blue box recyclables.

The estimated annual budget shortfall of approximately \$243,000 for the Azilda Site and \$165,000 for the Hanmer Site will be incorporated in 2018 base budget. These costs have been incorporated in the 2018 preliminary financial forecast that was presented to Council on May 16, 2017.