

Our File/N/Réf.
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DATE 20 June 1996

TO/DEST. Co-ordinator
Corporate Services and Economic Development Committee

FROM/EXP. Environment and Transportation Commissioner

SUBJECT/OBJET **BLUE BOX SERVICE**
CONTRACT CE-6093 - CONTRACT AWARD

DEPARTMENTAL RECOMMENDATION

That the Corporate Services and Economic Development Committee and Council approve the award of Contract CE-6093 to Sewer-Matic Drain Service Ltd., Ottawa, to deliver Blue Boxes within the Regional Municipality of Ottawa-Carleton (except the Township of Osgoode) at an estimated contract cost of \$74,312.00, including GST.

BACKGROUND

Regional Council, at its meeting of 28 February 1996, approved the award of a three year Solid Waste Collection contract. Contract CE-5244 included the collection of waste, recyclable material and leaf and yard waste but did not include the delivery of Blue Boxes. Historically, the delivery of new and replacement blue boxes has been the responsibility of the collection contractor. In some instances this function has been carried out by contractor personnel and in other instances, the contractor has used sub-contractors.

For the period July 1996 to July 1997 the delivery of Blue Boxes has been tendered separately. A total of eight bids were received from the following companies based on an estimated 15,000 Blue Box deliveries:

	<u>Tender Amount</u>
MarbleCare, Ottawa	\$ 62,435
156093 Canada Inc., Gloucester	\$ 72,225
Sewer-Matic Drain Service Ltd., Ottawa	\$ 74,312
Laidlaw Waste Systems Inc., Ottawa	\$ 94,053
Waste Recycling (Ottawa\Hull) Inc., Ottawa	\$120,375
The Salvation Army, Ottawa	\$136,425
Pedro Construction Limited, Gloucester	\$152,475
Pauline Anderson and Robert Machado, Vanier	\$ 75,097 (Zone C only)

The above tender amounts include GST.

Of the eight bids, the bid from MarbleCare was low bid. However, the MarbleCare bid did not include an Agreement to bond and is therefore irregular. As well, the second low bid from 156093 Canada Inc. did not contain an Agreement to bond and is also irregular. The bid from Sewer-Matic Drain Service Ltd. is in order. A separate report from the Legal Department has been submitted on this issue.

CONSULTATION

During public consultation, the department was encouraged by three organizations, in particular The Salvation Army, Rideau Street Youth Enterprises, and West End Community Venture, and other small business groups to tender the Blue Box delivery service separate from Solid Waste Collection as this service tended to be sub-contracted.

CONCLUSION

As the first two low bids for the delivery of Blue Boxes were irregular and the third low bid will result in savings, it is recommended that the contract to deliver blue boxes within the Regional Municipality of Ottawa-Carleton (excepting the Township of Osgoode) be awarded to Sewer-Matic Drain Service Ltd.

EXPENDITURE JUSTIFICATION

For proper operation of the Blue Box Program, it is necessary from time to time to deliver either replacement or new Blue Boxes. Contracted delivery is an efficient, cost effective method of providing this service.

FINANCIAL STATEMENT

	OPERATIONS VANIER 282-64301-2915	OPERATIONS NEPEAN 282-64302-2915	OPERATIONS GLOUCESTER 282-64303-2915
	\$	\$	\$
Approved Budget To Date	130,472.00	606,934.00	611,017.00
Paid & Committed	<u>(45,985.99)</u>	<u>(127,967.48)</u>	<u>(256,301.93)</u>
Balance Available	84,486.01	478,966.52	354,715.07
THIS REQUEST	<u>(1,000.00)</u>	<u>(5,000.00)</u>	<u>(5,000.00)</u>
Balance Remaining	<u>83,486.01</u>	<u>473,966.52</u>	<u>349,715.07</u>

	OPERATIONS KANATA 282-64304-2915	OPERATIONS CUMBERLAND 282-64306-2915	OPERATIONS GOULBOURN 282-64307-2915
	\$	\$	\$
Approved Budget To Date	639,556.00	292,800.00	144,068.00
Paid & Committed	<u>(327,683.96)</u>	<u>(73,837.79)</u>	<u>(56,379.65)</u>
Balance Available	311,872.04	218,962.21	87,688.35
THIS REQUEST	<u>(2,500.00)</u>	<u>(2,000.00)</u>	<u>(500.00)</u>
Balance Remaining	<u>309,372.04</u>	<u>216,962.21</u>	<u>87,188.35</u>

	OPERATIONS RIDEAU 282-64308-2915	OPERATIONS WEST CARLETON 282-64309-2915	OPERATIONS OTTAWA 282-64310-2915
	\$	\$	\$
Approved Budget To Date	116,394.00	203,695.00	2,613,865.00
Paid & Committed	<u>(48,057.13)</u>	<u>(87,671.01)</u>	<u>(488,169.33)</u>
Balance Available	68,336.87	116,023.99	2,125,695.67
THIS REQUEST	<u>(500.00)</u>	<u>(500.00)</u>	<u>(20,156.00)</u>
Balance Remaining	<u>67,836.87</u>	<u>115,523.99</u>	<u>2,105,539.67</u>

Funds have been provided in the 1996 Operating Budget, in the Account Numbers listed above.

The estimated cost to deliver blue boxes at current demand levels under a new contract with Sewer-Matic Drain Service Limited will be \$74,312.

This represents a precommitment against 1997 Solid Waste Collection Operating Budget funds of \$37,156.

*Approved by
M.J.E. Sheflin, P.Eng.*

FINANCE DEPARTMENT COMMENT

Funds are available as indicated. Subject to Council approval.

*Approved by T. Fedec
on behalf of the Finance Commissioner*

KW/AMF/cp