MEETING DATE: SEPTEMBER 30, 2002

SUBJECT: Sale And Removal Of Various Mixed Metals For A One Year Period Commencing December 1, 2002 To November 30, 2003

RECOMMENDATION

It is recommended that the Commission authorize the award of a one year contract for the period of December 1, 2002 to November 30, 2003 for the sale of various scrap metals to the following two companies:

- Inland Iron and Metal for Groups 1 & 2
- Ram Iron and Metal for Groups 3 & 4

FUNDING

Proceeds from the sale of scrap metal are credited to the Operating Budget or Capital Program as appropriate.

BACKGROUND

The Commission tenders for the sale of various scrap metals on a yearly basis. The scrap metal is tendered in four groups:

Group One - Mixed (General) Contaminated Metal

Group Two - Rail, Wheels and Brake Linings

Group Three - Aluminum, Stainless Steel, Copper, Brass and Cable

Group Four - Shavings

DISCUSSION

Twelve companies were invited to submit a bid in addition to a public advertisement in the Globe and Mail and on the Commission's Website on June 26, 2002. Five companies responded as summarized in Appendix 'A'. The bids were priced by weight. The volume of material for the next 12 months was estimated based on forecasted volumes.

The following are the recommended awards and the estimated revenue to be generated. Although ACS Iron and Metal is the highest for Group Four at a price of \$800, Ram Iron and Metal Incorporated is being recommended as the low value does not warrant the issuance of a third contract to another company due to additional administration time and costs.

Group One - Inland Iron and Metal \$209,550.00

Group Two - Inland Iron and Metal \$ 70,660.00

Group Three - Ram Iron and Metal \$ 39,360.00

Group Four - Ram Iron and Metal \$ 200.00

August 28, 2002

9-118-80

Attachment – Appendix 'A'

APPENDIX 'A'

SALE AND REMOVAL OF VARIOUS MIXED METALS

ESTIMATED REVENUE SUMMARY

	RAM IRON &	ACS IRON &	TURTLE ISLAND	RECYCLE TRADE
RON AL	METAL	METAL	RECYCLING COMPANY	

00 *	\$112,100.00	\$34,050.00	\$27,535.00	No Bid
00 *	\$51,410.00	\$22,520.00	\$44,095.00	No Bid
1	\$39,360.00*	\$33,850.00	\$34,640.00	\$34,540.00
i	\$200.00 *	\$800.00	(\$500.00)	No Bid

^{*} RECOMMENDED FOR AWARD