MEETING DATE February 25, 2004

**SUBJECT** Procurement Of Six (6) Replacement Sedans For Transit Control

### **RECOMMENDATION**

It is recommended that the Commission approve the acceptance of the proposal submitted by Golden Mile Motors Limited, and award of a contract in the amount of \$202,541.40 for the supply of six (6) sedans including maintenance manuals.

#### **FUNDING**

Funds in the amount of \$300,000 were included in the 2004 - 2008 Capital Program under Project 4.21 under Purchase Replacement Automotive Non-Revenue Vehicles (as set out on pages 1014 and 1025) as approved by the Commission on January 21, 2004.

# **BACKGROUND**

The Commission currently owns twenty-five (25) sedans that are used by Transit Control for citywide supervision. These vehicles are typically used twenty-four (24) hours per day, seven (7) days per week. They are scheduled for replacement every five (5) years or 175,000 kilometers.

#### DISCUSSION

The work entails the supply and delivery of six (6) sedans in order to replace six sedans currently in use and due for replacement.

The Request For Proposals (RFP) was issued to nineteen companies on December 17, 2003, with a closing date on February 3, 2004. Proposals were received from three companies as summarized on the attached Appendix "A".

Golden Mile Motors Limited (Golden Mile) submitted the lowest priced proposal and did not state any exceptions and is considered acceptable. The Golden Mile submission also offered an optional price to purchase parts and service manuals which is included in the total amount recommended for approval.

The submission from Donway Ford (Donway) was the second lowest priced proposal but the Form of Proposal section of their submission was left unsigned by a Donway representative as specified by the RFP document requirements. Discussions with TTC Legal Department staff have resulted in the determination that the omission of a binding signature renders the proposal submission as incomplete and commercially non-compliant. On the basis of the foregoing, the Donway proposal submission is considered to be unacceptable.

McAlpine Ford Lincoln Sales Limited (McAlpine) submitted the third lowest priced submission and did not state any exceptions and is considered acceptable.

# **JUSTIFICATION**

The vehicles have reached the end of their useful life and require replacement. Replacement of Non-Revenue vehicles is a normal and regularly scheduled event.

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February 6, 2004

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Attachments: Appendix "A"

**APPENDIX "A"** 

PROPOSALS RECEIVED

TOTAL COST OF BID

COMPANY	Base Cost	Chosen	Total
		Option	Amount
Golden Mile Motors Limited			
	\$201,257.40		\$202,541.40
		\$1,284.00	RECOMMENDED
Donway Ford	\$208,247.10		
(Incomplete Submission)			
McAlpine Ford Lincoln Sales Limited	\$208,254.00	Not Offered	\$208,254.00