

---

**TORONTO TRANSIT COMMISSION  
REPORT NO.**

**MEETING DATE:** DECEMBER 13, 2006

**SUBJECT:** Purchase of Streetcar Wheel Pads

**RECOMMENDATION**

It is recommended that the Commission authorize the issuance of a purchase order to Penn Machine Company in the amount of \$368,800.00 including applicable taxes for 8,000 SAB wheel rubber pads used on the Commission's CLRV and ALRV streetcars.

**FUNDING**

Sufficient funds for these SAB wheel rubber pads have been included in Project 4.15 – Streetcar Overhaul, Life Extension of CLRV and Mid-Life Overhaul ALRV, as set out on pages 1023 – 1033 – State of Good Repair of the 2006-2010 Capital Program, which was approved by City Council on December 12, 2005.

Sufficient funds have also been included in the 2006 TTC Operating Budget and will be included in future Operating budgets as required.

These inventory materials will be charged to the appropriate budget at the time of issuance from Stores.

**BACKGROUND**

The subject SAB wheel rubber pads are used on the Commission's CLRV and ALRV vehicles. It is estimated that during 2007 these 8,000 pads will be required to support the Commission's overhaul programs and general maintenance activities. These pads will be ordered when required during the year.

**DISCUSSION**

Tenders were invited from the only two companies approved to supply this product. The two companies submitted proposals as summarized in Appendix 'A'.

Penn Machine Company submitted the lowest price tender and did not state any exceptions or qualifications. The quoted lead time for the first delivery of 1,000 is 10 weeks. Their tender is considered acceptable. Faiveley Transport submitted the highest price tender and did not state any exceptions or qualifications. They quoted 2 prices, one F.O.B. T.T.C. and the other F.O.B. Germany. Their tender was quoted in U.S. funds which were converted to Canadian funds at the current exchange rate of 1.1414. The quoted lead time for the first delivery of 1,000 is 16 weeks.

**JUSTIFICATION**

These SAB wheel rubber pads are required in order to support the Commission's CLRV and ALRV streetcar fleet overhaul programs and maintenance needs during the next year.

-----

November 30, 2006

9-118-63

Attachment – Appendix 'A'

**APPENDIX 'A'**

**PURCHASE OF STREETCAR WHEEL PADS**

**COST SUMMARY**

<b>TENDERER</b>	<b>TOTAL TENDERED AMOUNT (CAD)</b>
<b>Penn Machine Company</b>	<b>\$368,800.00</b>
Faiveley Transport (F.O.B. Germany)	\$753,486.54
Faiveley Transport (F.O.B. T.T.C.)	\$830,475.34