

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: December 16, 2009

SUBJECT: SUMMARY OF AUTHORIZED EXPENDITURES BETWEEN
\$1,000,000 TO \$5,000,000 FOR THE PERIOD OCTOBER 1,
2009 TO OCTOBER 31, 2009

INFORMATION ITEM

RECOMMENDATION

It is recommended that the Commission receive this report for information. It lists Expenditures (\$1,000,000 up to \$5,000,000) for the period October 1, 2009 to October 31, 2009 which were approved by the Chief General Manager.

BACKGROUND

The Corporate Policy on Authorization for Expenditures requires a monthly report of expenditures over \$1,000,000 approved by Senior Management, which did not require specific Commission authorization.

All these purchases are made in accordance with the TTC's Procurement Policy.

DISCUSSION

The attached summary was prepared for the Commission listing those expenditures of \$1,000,000 to \$5,000,000 without specific Commission authorization for the period October 1, 2009 to October 31, 2009. In addition, a sole source report is attached which lists sole source expenditures which were appropriately approved, but were inadvertently omitted from past reports to the Commission. Previously staff manually tracked sole source purchases for reporting purposes, but discovered the omissions while preparing an automated system to track and report sole source purchases. This new tracking system is now in place.

December 9, 2009
9-118-93

Attachments - Summary of Authorized Expenditures
Summary of Authorized Expenditures Sole Source Expenditures

**SUMMARY OF AUTHORIZED EXPENDITURES
BETWEEN \$1,000,000 TO \$5,000,000
FOR THE PERIOD OCTOBER 1, 2009 TO OCTOBER 31, 2009**

BRANCH Department	VENDOR/CONTRACTOR	DESCRIPTION	VALUE
CGM's OFFICE Transit City	Giffels Associates/IBI.	<i>Sheppard East Station Design Provision of Consultant services to complete the Work Plan and, the Preliminary Design and Site Plan Control for Sheppard East station on the proposed SRT extension from McCowan Station to Malvern Town Centre.</i>	\$1,800,000.00 Competitive 10 Bids
	URS Canada Inc.	<i>Centennial College and Malvern Station Design Provision of Consultant services to complete the Work Plan and, the Preliminary Design and Site Plan Control for Centennial & Malvern stations on the proposed SRT extension from McCowan Station to Malvern Town Centre.</i>	\$1,900,000.00 Competitive 10 Bids
EXECUTIVE Materials and Procurement	Specbilt Enterprise Inc.	<i>Supply of Specbilt parts used on the new fleet of Wheel Trans Buses to be delivered on an "as required" basis to various Commission locations for a 3 year period from October 15, 2009 to October 14, 2012.</i>	\$1,191,000.00 UPSET LIMIT Single Source
	Daimler Buses North America Ltd.	<i>Supply of Various Rotron parts used on Revenue Vehicles to be delivered on an "as required" basis to various Commission locations for a 3 year period from November 6, 2009 to November 5, 2012.</i>	\$1,210,000.00 UPSET LIMIT Competitive 5 Bids
	Fleet Brake Ontario Ltd.	<i>Supply of Various Haldex parts used on Revenue Vehicles to be delivered on an "as required" basis to various Commission locations for a 3 year period from December 15, 2009 to December 14, 2012.</i>	\$1,891,000.00 UPSET LIMIT Competitive 10 Bids

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FOR THE PERIOD OCTOBER 1, 2009 TO OCTOBER 31, 2009**

BRANCH Department	VENDOR/CONTRACTOR	DESCRIPTION	VALUE
ENGINEERING & CONSTRUCTION Construction	Torbridge Construction Ltd.	<i>Keele Trestle Bridge – Support Half Joints The Work consists of fabrication and installation of structural steel framing, concrete caissons, concrete grade beams, excavation, removal and replacement of asphalt pavement, concrete sidewalk and guard rails.</i>	\$1,644,000.00 Competitive 5 Bids
OPERATIONS Track & Structure	Wallace Construction Specialties Ltd.	<i>Supply of Chemical Grout material used for Tunnel Repair to be delivered on an “as required” basis for the period of two years commencing October 20, 2009 to October 19, 2011.</i>	\$2,469,000.00 UPSET LIMIT Single Source
DGM’S Office - Rail	Noramco Wire & Cable	<i>Supply of Signal Power Cable required for the Yonge/University/ Spadina Automatic Train Control (ATC) Signalling project the period from October 23, 2009 to October 29, 2014.</i>	\$1,452,758.40 Competitive 4 Bids

**SUMMARY OF AUTHORIZED EXPENDITURES
SOLE SOURCE EXPENDITURES GREATER THAN \$60,000.00 UP TO \$500,000 THAT WERE INADVERTENTLY NOT
REPORTED PREVIOUSLY**

BRANCH Department	VENDOR/CONTRACTOR	DESCRIPTION	VALUE
CGM's OFFICE Human Resources	Organization & Management Solutions	<p><i>To design and deliver a comprehensive selection system for Transit Operator recruitment.</i></p> <p>Sole Source Justification: <i>Dr. Peter Hausdorf is an industrial psychologist at the University of Guelph. He and his colleagues provide human resource management research and consulting services via OMS. OMS is a firm of behavioural science experts that is affiliated with the Psychology Department at the University of Guelph. OMS provided a one day workshop for TTC to provide a thorough overview of their approach and methodologies. The team was impressed by their methods and was confident that they are best suited to provide TTC with a solution that will give us the tools and Selection System needed to improve the selection of transit operators and reduce the failure rate. Dr. Hausdorf, the principal consultant, has previously done work with many other companies with similar challenges including another Canadian Transit property.</i></p>	\$ 100,000.00 UPSET LIMIT
EXECUTIVE Information Technology Services	Devlin eBusiness Architects Inc.	<p><i>Service - Rider Profile e-Mail notification application consisting of the following phases: Inspection and Scope phase, Design and Planning Phase, Production and Development phase, Quality Assurance phase, Deployment Phase.</i></p> <p>Sole Source Justification: <i>To maintain consistency with the on-going redesign and development of the TTC's website, Devlin was awarded the contract to redesign and develop the TTC's website through a competitive Request For Proposal (RFP) process. Similar services were required to implement electronic messaging functionality. In addition, this service is tightly integrated with the redesigned website in terms of architecture, security, access, and content management. Using the same design and project development resources will ensure the required level of system integration.</i></p>	\$ 150,000.00 UPSET LIMIT

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BRANCH Department	VENDOR/CONTRACTOR	DESCRIPTION	VALUE
	IBI Group	<p><i>Acquisition of Professional Services which includes shelter display design, technology support, rollout support and coordination of activities related to the Next Vehicle Arrival System Project.</i></p> <p>Sole Source Justification: Justifiable urgency – not proceeding in a timely manner will impact other contracts on a critical path, mainly Next Bus Arrival.</p>	\$126,000.00 UPSET LIMIT
	Alstom Signalling Inc.	<p><i>Acquisition of Professional Services for the Next Train Arrival System which includes System Engineering and on site Installation and Support related to the Next Train Arrival System project.</i></p> <p>Sole Source Justification: Justifiable urgency – not proceeding in a timely manner will impact other contracts on a critical path.</p>	\$160,000.00 UPSET LIMIT
	Further Ahead Inc.	<p><i>Provision of Website accessibility audits, facilitate usability testing and other professional services.</i></p> <p>Sole Source Justification: The requirement is considered as “Recognized Expertise”. Further Ahead Inc. is likely to perform the work quicker and at a lower cost based on a minimal learning curve and previous experience/knowledge of the Commission’s requirement.</p>	\$400,000.00 UPSET LIMIT
Property Development	Intelligarde International Inc.	<p><i>TTC Commuter Parking Security Plan Program. Uniform and Plain Clothes Security Personnel to patrol the TTC parking lots. The contract expires Dec.31, 2009.</i></p> <p>Sole Source Justification: Intelligarde International Inc. is familiar with the TTC parking lots and access to confidential information with the project to complete the work. They are also familiar with the Toronto Parking Authority (TPA) and their methods for providing security. Intelligarde has demonstrated experience with other City and government sector agencies in providing similar work. (i.e. TPA, Chinatown, etc.).</p>	\$ 401,310.00 UPSET LIMIT

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BRANCH Department	VENDOR/CONTRACTOR	DESCRIPTION	VALUE
Legal & Claims	Ernst & Young	<i>Audit Consultation - To retain the firm of Ernst & Young for purposes of conducting a GAPP (Generally Accepted Privacy Principles) Audit regarding the TTC Video Surveillance Program. Sole Source Justification: Ernst & Young already provides external audit services to the TTC and the City and has previously performed work based on GAPP.</i>	\$ 125,000.00 UPSET LIMIT
OPERATIONS			
Training	George Brown College	<i>PCL Training for Wiring and Service electricians for a two year period (2008/2009) for S/E/C employees. Sole Source Justification: George Brown College had provided similar training for SEC's Communications Section and customized the program to their needs. However, the training purchase was processed without the knowledge or involvement of Materials & Procurement or the Training Department and proper procedures were not followed.</i>	\$82,530.00 UPSET LIMIT
Signals/Electrical/Communications	SDJ-Electra	<i>Supply of Traction Power Simulation Software including one year Maintenance Support. Sole Source Justification: SDJ was contracted a comprehensive Surface Traction Power Simulation Study for the Commission. In addition, in 1999 they were contracted to simulate and study the system and service impact of Granby Substation shut down. Both of these studies were performed using the same SDJ program and as a result their software package included all of the comprehensive TTC System data. SDJ is one of the most experienced and world renowned expert consulting companies in the field of traction power.</i>	\$96,050.00 UPSET LIMIT

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Bus Maintenance	McCann Equipment	<i>Supply of 12 pneumatic torque wrenches with LED displays to be used in bus garages for torquing wheel nuts on initial wheel installation, follow-up re-torques and inspection torque checks.</i> Sole Source Justification: Sole Source is based on company recently awarded similar work and the financial advantage of receiving a credit for existing equipment (McCann Equipment is the master distributor for this equipment in Ontario).	\$95,168.60