



Decision: Procurement Authorization Amendment – Purchase 97 Forty Foot Low Floor Clean Diesel City Buses

Meeting Date: May 31, 2016

At its meeting of May 31, 2016, the Board approved the recommendation in the staff report, as follows:

“It is recommended that the Board:

Authorize the amendment to Contract C32PM13774 (Supply of Forty Foot Low Floor Clean Diesel City Buses) with Nova in the amount of \$65,203,067.68, as follows:

1. \$58,010,227.68 inclusive of all applicable taxes for the purchase of 97 additional 40 foot buses for delivery in 2017, which includes options, alternatives, and changes already incorporated into the previous bus deliveries.
2. \$6,643,830.00 inclusive of all applicable taxes as an upset limit change allowance for potential contract amendments, escalation costs, special tools and maintenance spare parts pertaining to the 97 additional buses to be delivered in 2017 out of which;
 - i \$3,255,000.00 has been included in the above upset limit amount as an allowance for escalation costs applicable for the 2017 bus deliveries. The escalation adjustment will be calculated in accordance with the formula set out in the contract which is based on the percent change in the Bus and Truck Body Producer Price Index 1413 (as established by the United States Department of Labour).
3. \$286,000.00 inclusive of all applicable taxes as an upset limit change allowance to purchase the remaining contract spares and manuals pertaining to the 105 buses delivered in 2015.
4. 263,010.00 inclusive of all applicable taxes as an upset limit change allowance to cover the costs associated with the installation of the external annunciation system on 78 of the 108 buses to be delivered in 2016. TTC will retrofit the external annunciation system on the 30 buses already delivered to TTC.
5. Establish a delivery schedule with Nova to allow for the delivery of 97 buses in 2017 as detailed in Appendix A. Late deliveries compared to the agreed schedule will be subject to the assessment of liquidated damages by TTC”.

The Board also adopted the following member motion:

“That staff consider modifications to future bus and streetcar purchases to reflect the needs of our users, such as those travelling with strollers”.