
**TORONTO TRANSIT COMMISSION
REPORT NO.**

MEETING DATE: MARCH 21, 2007

SUBJECT: Procurement Authorization - Supply Of Bus Brake Blocks

RECOMMENDATION

It is recommended that the Commission authorize the award of a three-year inventory supply contract for bus brake blocks for the period from March 2007 to March 2010 to Fort Garry Industries Limited for an upset limit of \$2,400,000 including applicable taxes.

FUNDING

Sufficient funds to cover these items have been included in the 2007 TTC Operating Budget and will be included in future budgets as required. These inventory materials will be charged to the appropriate budget at the time of issuance from Stores.

BACKGROUND

The subject brake blocks are used to support the bus braking systems on the Commission's buses. The brake blocks are the friction material attached to the brake shoe that provides the necessary friction required for stopping the buses.

DISCUSSION

Proposals were invited from twelve known companies on January 4, 2007. Six companies submitted proposals as summarized in Appendix 'A'.

The proposal called for 7 pre-approved part types. Proponents were advised that alternatives would not be considered during the evaluation. All 7 part types are being recommended for award.

Fort Garry Industries Limited submitted prices on 7 part types and has the lowest price on all 7 part types. They are recommended to be awarded a contract for \$2,400,000 for the 7 part types.

The following companies submitted pricing but were not the lowest prices on any of the parts types and are not being recommended for any award:

- MCI Service Parts, Incorporated

- Traction
- Daimler Chrysler Commercial Buses North America Limited
- Prevost Car Incorporated

Western Toronto International Trucks Incorporated did not submit all the required forms in the proposal which rendered their offer as non-compliant and was not considered further.

This contract includes approximately 20% contingency for variances between forecasted and actual usage and new parts yet to be identified which may be added to the contracts during the contract term.

The pricing for the new three-year inventory supply contract is approximately 1% lower in the first year of the contract based on current pricing. The pricing will remain the same for the balance of the contract.

JUSTIFICATION

These brake blocks are required in order to support the Commission's bus braking maintenance needs.

February 28, 2007
9-118-55
- Appendix 'A'

APPENDIX 'A'

SUPPLY OF BUS BRAKE BLOCKS

PROPOSAL SUMMARY

PROPONENT	NO. OF ITEMS PRICED	AMOUNT PROPOSED	NO. OF ITEMS RECOMMENDED	R
Fort Garry Industries Limited	7	\$1,970,456.01	7	
MCI Service Parts, Incorporated	7	\$2,300,784.75	--	
Traction	7	\$2,299,302.39	--	
Daimler Chrysler Commercial Buses North America Limited	7	\$2,180,971.71	--	
Prevost Car Incorporated	7	\$2,723,568.64	--	
Western Toronto International Trucks Incorporated	7	\$2,255,245.24	--	