

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: December 17, 2008

SUBJECT: SUMMARY OF AUTHORIZED EXPENDITURES BETWEEN
\$200,000 TO \$500,000 FOR THE PERIOD OCTOBER 1, 2008
TO OCTOBER 31, 2008

INFORMATION ITEM

RECOMMENDATION

It is recommended that the Commission receive this report for information. It lists expenditures (\$200,000 up to \$500,000) for the period October 1, 2008 to October 31, 2008 which were approved by the Chief General Manager.

BACKGROUND

The Corporate Policy on Authorization for Expenditures requires a monthly report of expenditures over \$200,000 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 \$200,000 to \$500,000 without specific Commission authorization for the period October 1, 2008 to October 31, 2008. In addition, it also includes a Sole Source expenditure and two Tender/Proposal Cancellations with estimated values of over \$200,000.

November 28, 2008

9-118-93

Attachments - Summary of Authorized Expenditures

**SUMMARY OF AUTHORIZED EXPENDITURES
BETWEEN \$200,000 TO \$500,000
FOR THE PERIOD OCTOBER 1, 2008 TO OCTOBER 31, 2008**

BRANCH Department	PURCHASE ORDER NO.	VENDOR/CONTRACTOR	DESCRIPTION	VALUE
EXECUTIVE				
Materials & Procurement	PM1269000	Electro Sonic Inc.	<i>Supply of electronic parts to be supplied in various lots to the Commission on an "as required" basis for a three year period from November 1, 2008 to October 31, 2011. These parts are used on the Commission's revenue and non-revenue vehicles/buildings/communications and infrastructure.</i>	\$395,000.00 UPSET LIMIT
	PB0307700	Porta-Flex Manufacturing	<i>Supply of 240 Step Assemblies for Escalators on an "as required" basis for a one year period November 1, 2008 to October 31, 2009.</i>	\$326,796.00
Information Technology Service	PC0053693	Tait Radio Communications	<i>Supply of 50 Tait Repeaters to be used in the existing Communication Information System (CIS) Radio Base Station Infrastructure.</i>	\$356,726.31
OPERATIONS				
Track & Structure	PC0053517	Alstom Signalling Inc.	<i>Software System Maintenance Agreement for Industrial Software developed by Alstom used for the operation and control of the TTC subway train control system known as the Central Office Signalling system (CSS).</i>	\$436,325.86
Support Services	PC0053605	Westin Harbour Castle Hotel	<i>Catering Services for two Safety Dinners held in May 2009</i> <i>Sole Source justification: Approval was received from the Chief General Manager to negotiate with Westin Harbour Castle Hotel on a Sole Source basis for the Catering Services for two Safety Dinners to be held in May 2009. Westin Harbour Castle Hotel meets all the Commission's requirements and based on a previous Request For Proposal (RFP) and an investigation by staff, there are no other known venues with availability in May 2009 that are readily accessible by the Toronto Transit and has the space available to accommodate up to 1200 attendees.</i>	\$200,000.00 UPSET LIMIT

**SUMMARY OF AUTHORIZED EXPENDITURES
 BETWEEN \$200,000 TO \$500,000
 FOR THE PERIOD OCTOBER 1, 2008 TO OCTOBER 31, 2008**

BRANCH Department	PURCHASE ORDER NO.	VENDOR/CONTRACTOR	DESCRIPTION	VALUE
<i>IT SHOULD BE NOTED THAT BELOW ARE TWO TENDER/PROPOSAL CANCELLATIONS WITH ESTIMATED VALUES OF OVER \$200,000.00</i>				
OPERATIONS				
Rail	P31PZ08841		<p><i>Non-Destructive Testing Services</i></p> <p><i>Reason for Cancellation: Only one proposal was received and was commercially unacceptable. The submission was missing the quality plan as well as the references for similar work recently performed, which were mandatory submission requirements.</i></p>	<p>Estimated Value \$400,000.00</p>
EXECUTIVE				
Materials & Procurement	M06BA08053		<p><i>Supply of Modine Parts for up to a 3 Year Term</i></p> <p><i>Reason for Cancellation:</i> <i>A Request For Proposal (RFP) was issued to Daimler Buses North America (Daimler) on a single source basis as they are the original equipment supplier for the required parts for the Orion VII buses. The initial pricing received based on the forecasted quantities over a 3 year term was significantly higher (approx. 27%) than previous pricing. Daimler indicated that previous pricing was based on production quantities for the new Orion VII fleet and they could not offer similar pricing for lower quantity after market sales. They did indicate that pricing could be improved if the 2 required parts (radiators and coolers) were ordered in minimum quantities of 10 per release. Consequently, staff cancelled the RFP in order to reforecast the requirements for the parts over a 3 year period based on release quantities of 10 in an attempt to obtain improved pricing. The revised RFP has been re-issued to Daimler based on the re-forecasted quantities and is currently under evaluation.</i></p>	<p>\$923,600.00</p>