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TO:	CHAIR AND MEMBERS CIVIC WORKS COMMITTEE MEETING ON MONDAY, SEPTEMBER 10, 2012
FROM:	JOHN BRAAM, P.ENG MANAGING DIRECTOR, ENGINEERING & CITY ENGINEER
SUBJECT	TENDER 12-87 SUPPLY, DELIVERY AND INSTALLATION OF 2012 FALL INFILL STREET TREES

RECOMMENDATION

That on the recommendation of the Managing Director, Engineering and City Engineer:

- a) The tenders submitted by Klomp's Landscaping Inc., 2963 Rd. 119, R.R. #7, St. Mary's Ontario, N4X 1C9 at their contract price of \$129,563.35, HST extra, **BE ACCEPTED**, it being noted that Klomp's Landscaping Inc. submitted the lowest bid and meets the terms, conditions and specifications in all areas of Tender 12-87.
- b) That the funding for this purchase **BE APPROVED** as set out in the Source of Financing Report attached hereto as Appendix "A";
- c) That Civic Administration **BE AUTHORIZED** to undertake all the administrative acts that are necessary in connection with this contract;
- d) Approval hereby given **BE CONDITIONAL** upon the Corporation entering into a formal contract or having a purchase order relating to the subject matter of this approval.

BACKGROUND

Purchasing Process

Four (4) bids were received as a result of a tender call August 22, 2012. Klomp's Landscaping Inc. submitted the overall low bid and meets our terms, conditions and specifications in all areas.

A summary of bids is attached for your information as Appendix "B".

Financial Impact

Funding for this project has been provided in the following capital account:

TS3014-12 - \$100,000
 PD1235-11 - \$29,563.35

Soil augmentation may be needed but not expected to be significant for this contract. There is a contact contingency in place that can be relied on if such cases arise.

Background

This planting tender will address several components of the street tree planting program and will provide tree planting activity in the following areas:

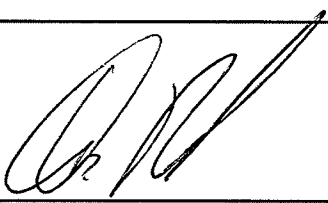


- Infill planting city-wide where boulevard trees have been removed due to poor health and structure, car accidents or other reason;
- Mechanical damage cause during the repair of water and sewer services;
- Proactive planting in areas requiring extra infill activity;
- Replacement planting on streets where construction and tree removals occurred during the previous construction season.

This program will enhance the urban forest within the City and improve the quality of life for Londoners while supporting environmental awareness.

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Acknowledgements

This report was prepared with the assistance of Rick Cosby, Supervisor, Forestry Operations and Terri Sue Wyatt, Procurement Officer, Purchasing and Supply.

SUBMITTED BY:	RECOMMENDED BY:
	
JOHN PARSONS DIVISION MANAGER, TRANSPORTATION & ROADSIDE OPERATIONS	JOHN BRAAM, P.ENG. MANAGING DIRECTOR, ENGINEERING & CITY ENGINEER
REVIEWED & CONCURRED:	
	
MIKE TURNER DEPUTY CITY TREASURER	

For

For

**Attach: Appendix "A" – Source of Financing
 Appendix "B" – Summary of Bids**

APPENDIX 'A'

#12135

Chair and Members
Civic Works Committee

August 30, 2012
(Award Contract)

RE: Supply, Delivery and Installation of 2012 Fall Infill Street Trees
Capital Project PD1235-11 - 2011 Street Tree Planting
Capital Project TS3014-12 - 2012 Road Rehab - Local & Rural
Klomp's Landscaping Inc. - \$129,563.35 (excluding H.S.T.)

FINANCE DEPARTMENT REPORT ON THE SOURCES OF FINANCING:

Finance Department confirms that the cost of this project can be accommodated within the financing available for it in the Capital Works Budget and that, subject to the adoption of the recommendations of the Managing Director, Engineering and City Engineer, the detailed source of financing for this project is:

	Approved Budget	Committed to Date	This Submission	Balance for Future Work
ESTIMATED EXPENDITURES				
PD1235-11 - 2011 Street Tree Planting				
Engineering	\$30,896			\$30,896
Construction	224,104	194,021	30,083	0
City Related Expenses	5,000			5,000
	<u>260,000</u>	<u>194,021</u>	<u>30,083</u>	<u>35,896</u>
TS3014-12 - 2012 Road Rehab-Local & Rural				
Engineering	42,645	42,645		0
Construction	5,027,355	4,055,926	101,760	869,669
City Related Expenses	30,000	29,669		331
	<u>5,100,000</u>	<u>4,128,240</u>	<u>101,760</u>	<u>870,000</u>
NET ESTIMATED EXPENDITURES	<u>\$5,360,000</u>	<u>\$4,322,261</u>	<u>\$131,843</u> 1)	<u>\$905,896</u>
SOURCE OF FINANCING:				
PD1235-11 - 2011 Street Tree Planting				
Capital Levy	\$248,000	\$182,021	\$30,083	\$35,896
Contribution from London Hydro	12,000	12,000		0
	<u>260,000</u>	<u>194,021</u>	<u>30,083</u>	<u>35,896</u>
TS3014-12 - 2012 Road Rehab-Local & Rural				
Capital Levy	756,800	756,800		0
Debenture Quota	2) 4,343,200	3,371,440	101,760	870,000
	<u>5,100,000</u>	<u>4,128,240</u>	<u>101,760</u>	<u>870,000</u>
TOTAL FINANCING	<u>\$5,360,000</u>	<u>\$4,322,261</u>	<u>\$131,843</u>	<u>\$905,896</u>

Financial Note:

	PD1235-11	TS3014-12	TOTAL
1) Contract Price	\$29,563	\$100,000	\$129,563
Add: HST @13%	3,843	13,000	16,843
Total Contract Price Including Taxes	<u>33,406</u>	<u>113,000</u>	<u>146,406</u>
Less: HST Rebate	3,323	11,240	14,563
Net Contract Price	<u>\$30,083</u>	<u>\$101,760</u>	<u>\$131,843</u>

NOTE TO CITY CLERK:

2) Administration hereby certifies that the estimated amounts payable in respect of this project does not exceed the annual financial debt and obligation limit for the Municipality of Municipal Affairs in accordance with the provisions of Ontario Regulation 403/02 made under the Municipal Act, and accordingly the City Clerk is hereby requested to prepare and introduce the necessary authorizing by-laws.

An authorizing by-law should be drafted to secure debenture financing for Project TS3014-12 - 2012 Road Rehab - Local & Rural, for the net amount to be debentured of \$4,343,200.

JG


Alan Dunbar
Manager of Financial Planning & Policy

Appendix "B"

Tender 12-87 Summary for Supply, Delivery & Planting of 2012 Fall Infill Street Trees

	1	2	3
	Klomps Landscaping	Kamarah Tree Farms	Cedar Springs Landscape Group
Form of Tender	146,406.59	153,951.20	176,138.75
Bid Deposit 10%	Yes	Yes	Yes
Addendum (2)	Yes	Yes	Yes

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	Oxford Insta-Shade
Form of Tender	282,754.25
Bid Deposit 10%	Yes
Addendum (2)	Yes

***The above prices include HST