



<b>TO:</b>	<b>CHAIR AND MEMBERS CIVIC WORKS COMMITTEE MONDAY, OCTOBER 1, 2012</b>
<b>FROM:</b>	<b>JOHN BRAAM, P.ENG MANAGING DIRECTOR, ENGINEERING &amp; CITY ENGINEER</b>
<b>SUBJECT</b>	<b>SINGLE SOURCE FOR THE SUPPLY, DELIVERY &amp; PRESSURIZED UNLOADING OF CHEMICAL LIME</b>

<b>RECOMMENDATION</b>
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That on the recommendation of the Managing Director, Engineering and City Engineer the following action **BE TAKEN** with respect to the Supply, Delivery and Pressurized Unloading of Chemical Lime at the Greenway Pollution Control Centre:

- a) That approval hereby **BE GIVEN** to enter into a two (2) year Single Source contract for the Supply, Delivery & Unloading of Pressurized Chemical Lime at Greenway Pollution Control Centre from Carmeuse Lime (Canada) Ltd. 11 Stanwix Street, 21<sup>st</sup> Floor, Pittsburgh, PA, 15222.
- b) That Civic Administration **BE AUTHORIZED** to undertake all the administrative acts that are necessary in connection with this contract.
- c) Approval hereby given **BE CONDITIONAL** upon the Corporation negotiating satisfactory prices, terms and conditions with Carmeuse Lime, (Canada), Inc. to the satisfaction of both the City Treasurer and the Managing Director, Engineering and City Engineer.
- 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.

<b>BACKGROUND</b>
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**Purchasing Process**

One (1) submission was received as a result of a tender call August 29, 2012. When the tender submission was reviewed, the annual usage forecast included in the tender was considerably more than it should have been.

Carmeuse Lime, (Canada) Inc. was contacted and advised of the annual usage forecast error, and to discuss if they would hold their tendered price with the new substantially lower forecasted quantities.

Carmeuse Lime, (Canada) Inc., agreed to hold their tendered pricing.

It was the recommendation of the Manager of Purchasing and Supply to not award the original tender T12-86 based on the usage error and to either re-Tender with the revised annual usage forecast or submit a Single Source Report to Civic Works Committee recommending Carmeuse Lime, (Canada) Inc.. Since there has been no additional bidders in this bid call or in the last previous bid call in 2008, it is recommended that this purchase be a Single Source as per section 14.4 (a) in the Procurement of Goods and Services Policy.

The duration of the contract is recommended to be two (2) years with an option for two (2) additional years as per the original Tender call.

**Background**

In 2008 Purchasing issued a tender and only one supplier responded to it. At that time the City was advised that there were very few lime suppliers in Southwestern Ontario region.

In 2009 a Single Source Report was submitted to Council recommending Carmeuse Lime (Canada), Inc. for the Supply, Delivery & Pressurized Unloading of Chemical Lime.

The City issued this tender T12-86 to test the market for potential suppliers.

Carmeuse Lime (Canada), Inc. was the only bidder and met the City's terms, conditions and specifications in all areas. Carmeuse has provided excellent past service and we believe that securing Carmeuse Lime (Canada), Inc. is the best overall supply option at this time

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**Discussion**

Biosolids generated at London’s wastewater treatment plants are normally incinerated in the fluidized bed incinerator located at the Greenway plant. When the incinerator is taken down for maintenance a lime stabilization process is used prior to disposal at the City’s landfill site. Lime stabilization of the sludge significantly reduces odours along the haul route and at the landfill site and also reduces handling problems at the landfill. A reliable lime supply is needed to ensure this system can operate when needed.

**Financial Impact**

The funding for this project is provided in operating account.

There are no anticipated additional operating costs associated with this project.

**Acknowledgements**

This report was prepared with the assistance of Geordie Gauld, Division Manager and Terri Sue Wyatt, Procurement Officer.

<b>SUBMITTED BY:</b>	<b>CONCURRED BY:</b>
<b>GEORDIE GAULD DIVISION MANAGER WASTEWATER &amp; TREATMENT/ POLLUTION CONTROL OPERATIONS</b>	<b>MIKE TURNER DEPUTY CITY TREASURER</b>
<b>RECOMMENDED BY:</b>	
<b>JOHN BRAAM, P.ENG MANAGING DIRECTOR, ENGINEERING &amp; CITY ENGINEER</b>	