

Item
Meeting 2012 March 05

**COUNCIL REPORT** 

TO: CITY MANAGER DATE: 2012 February 20

FROM: DIRECTOR FINANCE FILE: 130-11/07

SUBJECT: VEHICLE TOWING SERVICES AND STORAGE FACILITIES

**PURPOSE:** To obtain approval to increase the estimated value of an existing contract for the

Vehicle Towing Services and Storage Facilities.

## **RECOMMENDATION:**

1. **THAT** the existing contract with J & M Motors Ltd dba Mundie's Towing for vehicle towing services and storage facilities be increased to \$317,760 including HST of \$34,046. Final payment will be based on actual services.

## **REPORT**

In January 2008, the City went to the marketplace for vehicle towing services and storage facilities for a five year period from 2008 April 01 to 2013 March 31. J & M Motors Ltd dba Mundie's Towing was awarded a contract in the amount of \$196,000 including HST of \$21,000 and will generate annual revenue of \$180,000 over the term.

Based on an increase of services and the ICBC annual rate increase, the value of the existing contract is now estimated to increase to \$317,760 including HST of \$34,046.

J & M Motors Ltd dba Mundie's Towing has provided the City with vehicle towing services and storage facilities for over 30 years. They have a proven track record for performance and reliability and have a thorough understanding of the City's needs and requirements.

Funding for this requirement is provided for in various Operating accounts.

Denise Jorgenson
DIRECTOR FINANCE

cc. Director Engineering