

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: June 18, 2008

SUBJECT: NOTICE OF AWARD OF PROCUREMENT AUTHORIZATION –
BI-METAL TOKEN SUPPLY FROM OSBORNE COINAGE
COMPANY

INFORMATION ITEM

RECOMMENDATION

It is recommended that the Commission receive the notice of award of the Chair, Vice-Chair and the Chief General Manager to issue a contract to Osborne Coinage Company in the total upset limit of \$2,000,000 USD including taxes, for the supply of 20,000,000 bi-metal tokens to replace the adult ticket. This purchase is a single source contract as the vendor is the only mint authorized to manufacture the proprietary bi-metal token.

FUNDING

The purchase of 20 million bi-metal tokens will result in an unbudgeted capital expenditure of approximately \$2,000,000 in 2008.

JUSTIFICATION

Additional bi-metal tokens are required to replace adult tickets that are being eliminated due to a significant counterfeit problem. This purchase is a single source from the current supplier as they are the only known approved source for this proprietary-based technology. The bi-metal token would eliminate the current counterfeit problem with the existing adult ticket as it is significantly more difficult to counterfeit.

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