

**MEETING DATE:** January 25, 2001

**SUBJECT:** Procurement Authorization Birchmount Bus Garage - Outdoor Bus Storage Contract E3-15

### **RECOMMENDATION**

It is recommended that the Commission authorize the acceptance of the tender submitted by Gottardo Construction limited in the total amount of \$4,811,000.00 for Contract E3-15, Birchmount Bus Garage – Outdoor Bus Storage.

### **FUNDING**

The necessary additional funds were included in Program 3.9 - Buildings and Structures, Birchmount Garage Renovations (as set out on pages 677-682, State of Good Repair Category), of TTC 2001-2005 Capital Program which was approved by the Commission on December 13, 2000 and which must be subsequently approved by City Council. Accordingly, the contract has been structured so that construction work can only proceed once Council has approved the funds.

### **BACKGROUND**

The Birchmount Bus Garage Renovation project scope and budget have been developed incorporating a Swedish technology (UWE) for heating buses stored outdoors, which has significant savings over indoor bus storage. Contract E3-15 is to construct the outdoor storage area for 114 buses and upgrade the employees' parking lot. This includes grading, paving, structural support system and the installation of piping and boilers required for the UWE system. The supply of UWE equipment was awarded by the Commission at its meeting of November 22, 2000 under Contract E60-4. Contract E60-4 is assigned to this E3-15 Contract.

### **DISCUSSION**

Specifications and drawings were prepared for Contract E3-15, and a Request for Tenders was publicly advertised in the Daily Commercial News on October 16, 2000. Thirty-four (34) companies requested copies of the tender documents, out of which eight (8) submitted a tender as summarized in Appendix A.

Gottardo Construction Limited (Gottardo) submitted the lowest priced tender and did not state any exceptions or qualifications. Subsequent to the tender closing Gottardo

submitted an unsolicited letter indicating that they had made an error in their tender price and requested that their bid be withdrawn. The Legal Department has reviewed Gottardo's tender submission and correspondence and has indicated that their tender is capable of being accepted by the Commission as a compliant bid.

Ashbridge Construction Incorporated and Derbtile Construction Incorporated submitted the second and third lowest priced tenders respectively. Both did not state any exceptions or qualifications and are considered commercially and technically compliant.

Upon Notification of Award, the Contractor will be advised to proceed with the preparation and submission of shop drawings only. As stated earlier, the Contractor will only be advised to proceed with construction once the City has approved funding.

**JUSTIFICATION**

The tender submitted by Gottardo Construction Limited is the lowest priced compliant tender.

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January 8, 2000

80-31-32

Attachment

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**APPENDIX A**  
**BIRCHMOUNT BIS GARAGE**  
**OUTDOOR BUS STORAGE**  
**SUMMARY OF TENDERS**

<b>COMPANY</b>	<b>TENDERED PRICE</b>
1. Gottardo Construction	\$4,811,000.00
2. Ashbridge Construction	\$5,245,000.00
3. Derbtile Construction	\$5,690,000.00
4. Ross Clair	\$5,698,000.00
5. Lisgar Construction	\$5,724,500.00
6. Bondfield Construction	\$5,986,843.40
7. Torcom Construction	\$6,255,000.00
8. Grascan Limited	\$6,460,032.40
<b>Engineer's Estimate</b>	<b>\$6,000,000.00</b>

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