

MEETING DATE: April 9, 2003

SUBJECT: Procurement Authorization – Asphalt Repairs And Maintenance

RECOMMENDATION

It is recommended that the Commission authorize the acceptance of the tender submitted by IPAC Paving Ltd., in the upset limit of \$380,000.00, for the repair and maintenance of on-grade pavement at various Commission properties for the contract period May 1, 2003 to April 30, 2005.

FUNDING

Sufficient funds for 2003 expenditures are included in the 2003 TTC Operating Budget. Sufficient funds will also be included in the 2004 and 2005 TTC Operating Budgets as required.

BACKGROUND

The Commission has a large number of on-grade paved areas including subway station and rapid transit station bus roadways, loops, yards, garages, carhouses and other facility pavements. Some of these pavements are well over 25 years old, thus exceeding their accepted economical life.

When subjected to roadway salt, heavy loading from buses and freeze-thaw cycles, these paved areas often develop extensive cracking and heaving and create tripping and liability hazards for both patrons and employees. Ongoing rehabilitative repairs and maintenance programs are required to ensure safe use for both pedestrians and traffic.

DISCUSSION

Specifications were prepared for the repair and maintenance of asphalt pavement at various Commission properties. Thirteen companies were invited to submit tenders, in addition to the public advertisement on the Commission's Web Site on February 13, 2003, out of which eight companies submitted tenders, as detailed on the attached Appendix "A".

IPAC Paving Ltd. submitted the lowest tendered amount based on the estimated two-year quantities. IPAC Paving Ltd. did not take any exceptions/qualifications and are recommended for an upset limit amount award of \$380,000.00, which includes a

contingency of approximately 10% for variation in usage over the two years of the contract.

IPAC Paving Ltd. is the current supplier and their pricing is approximately 13.1% lower than currently paid to the same vendor from a January, 2001 tender. IPAC Paving's second year pricing is the same as their Year 1 pricing.

All of the remaining submissions did not take any exceptions/qualifications, but were not considered further due to their higher pricing.

JUSTIFICATION

Continuation of the service for the repair and maintenance of on-grade asphalt pavement is necessary in order to maintain the safety of all Commission properties.

March 19, 2003

6-75-238

Attachment: Appendix "A"

**PROCUREMENT AUTHORIZATION –
ASPHALT REPAIRS AND MAINTENANCE
SUMMARY OF PROPOSAL PRICING**

COMPANY NAME	TOTAL PROPOSAL PRICE
IPAC Paving Ltd.	\$342,930.00*
Jack Greedy Ltd.	\$371,851.75
Sanan Construction	\$397,495.00
Ashland Paving Ltd.	\$438,077.00
Empire Paving Ltd.	\$491,986.00
Grascan Construction	\$692,290.00
Melrose Paving Co. Ltd.	\$721,079.33
Lima's Gardens	\$911,665.50

* Recommended for award

Engineers Estimate: \$380,000.00