MEETING DATE: December 15, 2004

SUBJECT: Procurement Authorization - Installation And Removal Of Steel Poles For The TTC Overhead System – Rfp No. P31PK04891

RECOMMENDATION

It is recommended that the Commission authorize acceptance of the proposal submitted by Marley Line Construction Inc. for the Installation and Removal of Steel Poles for the TTC Overhead System and the award of a two-year contract from December 20, 2004 to December 19, 2006 in the upset limit amount of \$800,000.00.

FUNDING

Sufficient funds for this expenditure have been included in Project 2.1 Traction Power, under work order #6620 – Overhead Pole Replacement, as set out on pages 99 to 103, category State of Good Repair/Safety, in the 2005-2009 Capital Program, as approved by the Commission on November 17, 2004.

BACKGROUND

The Overhead Pole Replacement Program is an integral part of the rebuilding of the Streetcar Overhead System. The Commission owns approximately 4,000 poles in the City of Toronto. The Commission's ongoing replacement program will ensure uninterrupted progress with the rebuilding of the Streetcar Overhead System.

DISCUSSION

Drawings and Specifications were prepared for the Installation and Removal of Steel Poles. The Proposal Documents required the proponents to provide various unit prices for normal conditions and winter conditions for steel pole replacement. Estimated quantities for evaluation purposes only were included. Work will be released throughout the term of the Contract on a 'Work Order' basis utilizing the Contract Unit Prices. A Request for Proposals was posted on the Commission's web-site on October 19, 2004. Three companies requested copies of the Proposal Documents out of which two submitted proposals as summarized in the attached Appendix 'A'.

Marley Line Construction Inc. submitted the lowest "evaluated price" proposal and did not state any exceptions or qualifications. Marley Line Construction Inc. has satisfactorily provided this work for the Commission for the past two years and their Proposal is considered commercially acceptable.

Black & McDonald submitted the second lowest "evaluated price" proposal, did not state any exceptions or qualifications and their proposal is considered commercially acceptable.

JUSTIFICATION

The Installation and Removal of Steel Poles is necessary in order to support the Rebuilding of the Streetcar Overhead System.

November 25, 2004

6-6-142

Attachment: Appendix 'A'

APPENDIX 'A'

PROCUREMENT AUTHORIZATION
INSTALLATION AND REMOVAL
OF STEEL POLES FOR THE TTC OVERHEAD SYSTEM

SUMMARY OF PROPOSALS – RFP NO.P31PK04891

COMPANY	TOTAL EVALUATED PRICE *
Marley Line Construction Inc.	\$795,634.20
Black & McDonald Ltd.	\$887,500.00

^{*} Total Evaluated Price is calculated utilizing estimated quantities and the submitted unit prices.

Signals/Electrical/Communications Department November 18, 2004 6-142