

MEETING DATE: July 13, 2005

SUBJECT: Notice Of Award Of Procurement Authorization Mount Dennis Bus Garage Site Services And Foundations Contract X1-4

RECOMMENDATION

It is recommended that the Commission receive the notice of award of Chair Moscoe, Commissioner Mihevc and the Chief General Manager approving the award of Contract X1-4 in the amount of \$3,751,000.00, to Torcom Construction Inc. (Torcom), for the construction of site services and foundation work associated with the Mount Dennis Bus Garage Project.

FUNDING

Sufficient funds are included under Section 3.9 – Buildings & Structures, Mount Dennis Bus Garage (as set out on pages 765-772, Capacity Enhancement), of the TTC 2005-2009 Capital Program, which was approved by City Council on February 23, 2005.

BACKGROUND

At its meeting of February 9, 2005, the Commission approved the revisions and updates to the Authorization for Expenditures Policy/Instruction, which states that *“The Commission delegates authority to the Chair, Vice-Chair and Chief General Manager to authorize items on an interim basis that would normally be authorized by the Commission when the approval is required before the next Commission meeting. The interim authorization is to be followed up by a notice of award Commission report that is to be submitted to the next scheduled meeting.”*

At its meeting of December 15, 2004, the Commission approved the award of Contract X1-2, for building demolition and site remediation work associated with the Mount Dennis Bus Garage Project. The Project also includes contracts for site services and construction of the facility. Accordingly, Contract X1-4 was prepared for the construction of the site services, as well as the foundations for the facility.

DISCUSSION

A Request for Tenders was posted on TTC's web site as of May 5, 2005. Nineteen (19) companies requested copies of the tender documents out of which eight (8) submitted a tender, as summarized in Appendix A.

Bondfield Construction Company Limited (Bondfield) submitted the apparent lowest priced tender in the amount of \$3,741,500.00. However, in reviewing the Price Schedule, it was evident that Bondfield had made a mathematical error in the extended price of one of the Price Schedule items. When the error was corrected, in accordance with provisions of the Tender Documents, the Total Tender Price was revised to \$3,759,500.00, making their submission the second lowest priced tender. Bondfield did not state any exceptions or qualifications and their tender is considered acceptable.

Torcom submitted the apparent second lowest priced tender. Upon correction to the Total Tender Price of Bondfield, Torcom's submission became the lowest priced tender, in the amount of \$3,751,000.00. Torcom did not state any exceptions or qualifications and their tender is considered acceptable.

Based on a review of the contractor's financial statements, it appears they have the financial capability to perform this contract.

C.S. Bachly Builders Limited (Bachly) submitted the apparent third lowest priced tender, however, Bachly submitted the original Price Schedule missing an item that was added to the Price Schedule by Addendum. Therefore, Bachly's Tender is considered unacceptable.

The successful Tenderer will be required to execute a Performance Bond and Labour and Material Payment Bond, each in the amount of 50% of the contract value.

JUSTIFICATION

The tender submitted by Torcom Construction Inc. is the lowest evaluated tender.

June 9, 2005
50-21-40
1076559

Attachment

APPENDIX A

**Mount Dennis Bus Garage
Site Services and Foundations
Contract X1-4**

SUMMARY OF TENDERS

COMPANY	TENDERED PRICE
1. Torcom Construction Inc.	\$3,751,000.00
2. Bondfield Construction Company Limited	\$3,759,500.00
3. C.S. Bachly Builders Limited	undetermined
4. Grascan Ltd.	\$4,270,000.00
5. Ross Clair	\$4,377,600.00
6. G.C. Romano Sons Ltd.	\$4,495,000.00
7. Metric Contracting Services	\$5,204,040.00
8. Consolidated Canadian	\$5,688,000.00
Engineer's Estimate	\$4,600,000.00

