Meeting Date: July 13, 2005

Subject: Procurement Authorization Lawrence Station Platform Asbestos Abatement Contract Y60-12

Recommendation

It is recommended that the Commission authorize the award of contract to Klajnerman Contracting Corp. (Klajnerman) in the amount of \$477,220.00 which includes the cost for the Specified Option for Environmental Impairment Liability Insurance for Contract Y60-12 – Lawrence Station Platform – Asbestos Abatement.

Funding

Sufficient funds for this expenditure are included in Project 3.4 Bridges and Tunnels – Bridges/Structures Maintenance Program (as set out on page 651 to 659 of the State of Good Repair/Safety Category) of the TTC 2005-2009 Capital Program, which was approved by City Council on February 23, 2005.

Background

The safe and efficient operation of the Commission's subway system relies on the sound structural integrity of an extensive network of elevated and underground structures, including the vent shafts at various locations.

The vent shaft at the Lawrence Subway Station has been constructed in the early 70's and has deteriorated over the years. The ongoing investigations/inspections cannot be completed at this site due to the sprayed sound insulation containing asbestos applied to the ceiling, and it is required to remove it to facilitate the inspection work.

Discussion

The contract work includes the removal of a 12 metre width of sprayed sound insulation from the ceiling slab area, located at the north end of the platform at Lawrence Subway Station located at 3101 Yonge Street. This will facilitate the inspection work required to evaluate the structural condition of the vent shaft. In order to remove this material, the awarded contractor will design and construct a worker's facility at the platform level and a similar demountable facility on a workcar (RT54) to remove the material above the track level. All such removal work will be performed during Non-Operating hours of the Subway.

Tender documents were prepared for Contract Y60-12, Lawrence Station – Asbestos Abatement and a Request for Tenders was posted on TTC's Web site as of May 12, 2005. Eleven (11) companies requested copies of tender documents out of which five (5) submitted tenders as summarized in Appendix 'A'.

Greenspoon Specialty Contracting Ltd. submitted the lowest priced tender but did not submit the mandatory 2-day designated substance handling and training course certification for superintendents employed by the Tenderer, therefore their bid is considered unacceptable.

Ross Clair/Division of R.O.M. Contractors Inc. submitted the second lowest priced tender but did not submit a firm price for the Specified Option pricing for Environmental Impairment Liability Insurance, therefore their bid is considered unacceptable.

Klajnerman submitted the third lowest priced tender and did not state any exceptions or qualifications and their tender is considered acceptable.

They have satisfactorily completed work of a similar size and nature in the past. Their tender is

considered acceptable.

The Agreement to Bond submitted by the contractor covers both a Labour & Material and a Performance bond. The surety company noted on the tender is licensed to transact business under the Insurance Act of Ontario.

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

Justification

The tender submitted by Klajnerman Contracting Corp. is the lowest acceptable tender.

June 23, 2005 50-31-jm 1077335

Attachment

APPENDIX 'A'

LAWRENCE STATION PLATFORM ASBESTOS ABATEMENT CONTRACT Y60-12

SUMMARY OF TENDERS

COMPANY	TENDERED PRICE
Greenspoon Specialty Contracting Ltd.	\$335,980.00*
Ross Clair/Division of R.O.M. Contractors Inc.	\$410,000.00*
Klajnerman Contracting Corp.	\$477,220.00
High Point Environmental Inc.	\$487,251.25
MRA Abatement (A Division of Murray Demolition Corporation)	\$839,800.00
ENGINEER'S ESTIMATE	\$500,000.00

^{*}non-compliant