

MEETING DATE: July 19, 2006

SUBJECT: Procurement Authorization Lakeshore Garage– Public Address And Intercom System
Contract Wt1-16

RECOMMENDATION

It is recommended that the Commission authorize acceptance of the tender submitted by JK Quality Electronics Ltd. in the amount of \$221,742.74 for Contract WT1-16, Lakeshore Garage - Public Address and Intercom System.

FUNDING

Sufficient funds are available in Project 3.9 Buildings and Structures, Lakeshore Garage Power Replacement and Modifications (as set out on pages 805-808 - State of Good Repair/Safety Category) of the 2006-2010 TTC Capital Program, which was approved by City Council on December 12, 2005.

BACKGROUND

Lakeshore Garage has a public address system that is used for paging and communications regarding daily operations, as well as for emergency operations. The system is approximately 30 years old and the quality of the audio is poor. Unlike other TTC bus garages, Lakeshore does not have an intercom system. Intercoms are used by operators and maintenance personnel to provide 2-way communications within the facility, typically to address vehicle related issues.

This contract is to provide a replacement public address system and a new intercom system, which will improve the operations of the Lakeshore Garage and ensure this facility is consistent with other locations throughout the Commission.

DISCUSSION

Contract WT1-16 consists of all labour, materials and equipment for the supply and installation of a new public address and intercom system at Lakeshore Garage. A Request for Tenders was publicly advertised on the TTC's Materials & Procurement Web site as of May 30, 2006. A total of ten (10) companies obtained copies of the tender documents, out of which four (4) companies submitted a tender, as summarized in Appendix 'A'.

JK Quality Electronics Ltd. submitted the lowest priced tender and did not state any exceptions or qualifications. Their tender is considered acceptable. As they have not previously worked for the Commission, reference checks were completed which indicated that they have satisfactorily performed work of similar size and nature in the past.

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

Lynx Cabling Systems submitted the second lowest priced tender and did not state any exceptions. Their tender is considered acceptable.

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 JK Quality Electronics Ltd. is the lowest priced acceptable tender.

June 26, 2006
50-21-14
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Attachment – Appendix 'A' Summary of Tenders

APPENDIX 'A'

**LAKESHORE GARAGE – PUBLIC ADDRESS AND INTERCOM SYSTEM
CONTRACT WT1-16**

SUMMARY OF TENDERS

COMPANY	TENDER PRICE
1. JK QUALITY ELECTRONICS LTD.	\$221,742.74
2. LYNX CABLING SYSTEMS	\$292,966
3. THE STATE GROUP INC.	\$294,890
4. BELL CANADA	\$310,255.71
ENGINEER'S ESTIMATE	\$270,000