

MEETING DATE: June 21, 2006

SUBJECT: Procurement Authorization Harvey Shop NORTH-WEST CORNER
ON-GRADE PAVING REHABILITATION PROGRAM CONTRACT M1-65

RECOMMENDATION

It is recommended that the Commission authorize the acceptance of the tender submitted by Dig-Con International Limited (Dig-Con) in the amount of \$757,300.90 for Contract M1-65 – Harvey Shop North-West Corner On-Grade Paving Rehabilitation.

FUNDING

Sufficient funds for this expenditure are included in Project 3.3 Yards and Roads, under On-Grade Paving Rehabilitation Program (as set out on pages 583 to 591 of State of Good Repair/Safety Category) of the TTC 2006-2010 Capital Program which was approved by City Council on December 12, 2005.

BACKGROUND

Hillcrest Complex consists of many facilities for the maintenance of buses and streetcars. The existing pavement in the yard at the north-west corner of Harvey Shop is now showing major distress in the pavement structure and subsurface conditions. Detailed investigation concluded that the proposed rehabilitation work be undertaken at this time. Rehabilitation work at the main entrance to Hillcrest complex was completed in 2004.

DISCUSSION

Contract M1-65 – Harvey Shop North-West Corner On-Grade Paving Rehabilitation Program provides for the removal and replacement of existing asphalt and subgrade granular base as well as associated drainage work and new sidewalks, including replacement of the ramp to the ground floor of Davenport Garage.

Tender documents were prepared for Contract M1-65, Harvey Shop North-West Corner– On-Grade Paving Rehabilitation Program and a Request for Tenders was publicly advertised on TTC's web site on April 20, 2006. Ten (10) companies requested copies of tender documents out of which two (2) submitted tenders, which are summarized in Appendix 'A'.

Dig-Con submitted the lowest tender and did not state any exceptions or qualifications. Reference checks were made which indicate that they have satisfactorily performed work of a similar size and nature in the past. The 'Unit Prices for Extra Work' has been reviewed and is considered acceptable. They did not offer any alternatives for consideration and their tender is considered commercially acceptable.

II Duca Contracting Inc. (II Duca) submitted the other tender and also did not state any exceptions or qualifications and their tender is considered commercially acceptable.

II Duca offered an alternative to use recycled granular material, however this would not alter the ranking of the two tenderers if considered.

The Agreement to Bond submitted by Dig-Con covers both a Labour and Material Payment Bond and Performance Bond. The Surety Company noted on the tender is licensed to transact business under the Insurance Act of Ontario.

JUSTIFICATION

The tender submitted by Dig-Con International Limited is the lowest tender received and is a commercially acceptable tender.

June 21, 2006
50-PR-33
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Attachment

APPENDIX 'A'

**HARVEY SHOP NORTH-WEST CORNER
ON-GRADE PAVING REHABILITATION
CONTRACT M1-65**

SUMMARY OF TENDERS

COMPANY	TENDERED PRICE
Dig-Con International Limited	\$757,300.90
II Duca Contracting Inc.	\$867,964.00
Engineer's Estimate	\$900,000.00