

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: January 23, 2008

SUBJECT: PROCUREMENT AUTHORIZATION
VENTILATION SYSTEM UPGRADE AND MODIFICATIONS
MALVERN GARAGE BUS STORAGE
CONTRACT H1-4

RECOMMENDATION

It is recommended that the Commission authorize the award of a contract to Servocraft Limited (Servocraft) in the amount of \$4,524,000.00 for Contract H1-4, Ventilation System Upgrade and Modifications Malvern Garage Bus Storage.

FUNDING

Sufficient funds for this expenditure are included in Project 3.2 Equipment, under Ventilation Upgrade and Modifications – Arrow Road and Malvern Bus Garages as set out on pages 613 to 616, Category State of Good Repair/Safety of the TTC 2008-2012 Capital Program, which was approved by City Council on December 11, 2007.

BACKGROUND

Malvern Bus Garage was built in 1982, with four bus storage bays, a service bay, bus fuelling and washing, jenny room, body shop, paint shop, offices, lunch room, recreation room and washrooms. After 25 years in service, the ventilation equipment requires replacement and upgrade to meet the current ASHRAE and TTC Standards.

The work under this contract will upgrade the ventilation system in the bus storage bays to meet the current ASHRAE and TTC standards. The work includes supply and installation of 16 new direct gas fired make-up air units, 16 roof-top exhaust fans with roof curbs and sheet metal ducts, grills and diffusers, gas piping, electrical conduits and wiring, sequence controls and air balancing.

DISCUSSION

Specifications and drawings were prepared for Contract H1-4 and a Request for Tenders was posted on the Commission's Web site as of October 1, 2007. Seven companies requested copies of the tender documents out of which four submitted a tender and are summarized in Appendix 'A'.

**PROCUREMENT AUTHORIZATION
VENTILATION SYSTEM UPGRADE AND MODIFICATIONS
MALVERN GARAGE BUS STORAGE
CONTRACT H1-4**

Servocraft submitted the lowest priced tender and did not state any exceptions or qualifications. Servocraft Limited has satisfactorily completed work for the Commission in the past and is presently working on a similar size and nature of work. 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.

The State Group Inc. submitted the second lowest priced tender and also did not state any exceptions or qualifications and their tender is considered acceptable.

Black & McDonald Limited submitted the third lowest priced tender and also did not state any exceptions or qualifications and their tender is considered acceptable.

There were no Alternatives offered by any of the Tenderers.

Servocraft 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 Servocraft Limited is the lowest acceptable tender.

December 11, 2007
50-11-10
1118032

Attachment – Appendix 'A' Summary of Tenders

APPENDIX 'A'

VENTILATION SYSTEM UPGRADE AND MODIFICATIONS MALVERN GARAGE BUS STORAGE CONTRACT H1-4

SUMMARY OF TENDERS

COMPANY	TENDERED PRICE
Servocraft Limited *	\$4,524,000.00
The State Group Inc.	\$5,035,000.00
Black & McDonald Limited	\$5,252,440.00
Bird Mechanical Ltd.	\$5,540,000.00
Engineers Estimate	\$5,250,000.00
Recommended Company *	