

Procurement Authorization Duncan Building 2ND Floor - M&P Office Renovation Contract M1-85

Meeting Date: July 10, 2008

Subject: Procurement Authorization Duncan Building 2ND Floor - M&P Office Renovation Contract M1-85

Recommendation

It is recommended that the Commission authorize the award of a contract to Coreplan Construction Inc. in the amount of \$ 567,000.00 for Contract M1-85, Duncan Building 2nd Floor – M&P Office Renovation.

Funding

Sufficient funds for this expenditure are included in Project 3.9 Buildings and Structures under the Office Space Management Renewal Program as set out on pages 971 - 974 and Project 2.2 Electrical Systems under Upgrade Lighting for Buildings/Garages/Shops/Carhouses as set out on pages 205 – 207 of the TTC 2008-2012 Capital Program, which was approved by City Council on December 11, 2007.

Background

The renovations at the 2nd floor of the Duncan Building will provide a reorganized office environment supporting the Materials & Procurement Department's operational effectiveness, accommodation of the approved staffing and building systems upgrades addressing environmental issues. The Project includes the supply of labour, equipment and materials for the construction of interior office renovations including upgrades to the HVAC system and upgrades to lighting etc.

Discussion

Specifications and drawings were prepared for Contract M1-85 and a Request for Tenders was posted on TTC's website as of March 14, 2008. Twenty-four companies requested copies of the tender documents, out of which ten submitted a tender and are summarized on the attached Appendix 'A'.

Coreplan Construction Inc. (Coreplan) submitted the lowest priced tender and did not state any exceptions or qualifications. As Coreplan have not previously worked for the Commission, reference checks were completed which indicate they have satisfactorily performed work of a similar size and nature in the past. As such, their tender is considered acceptable.

The Agreement to Bond submitted by Coreplan covers both a Labour and Material Payment Bond and a Performance Bond and was submitted by Kingsway General Insurance Company, which has been verified as a Surety company licensed to transact business under the Insurance Act of Ontario.

BECC Construction Group Ltd. submitted the second lowest priced tender and also did not state any exceptions or qualifications and their tender is considered acceptable.

Tapa Construction Inc. submitted the third lowest priced tender and also did not state any exceptions or qualifications and their tender is considered acceptable.

The other tenders submitted were not evaluated further due to the difference in price.

There were no alternatives offered by any of the Tenderers.

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 Coreplan Construction Inc. is the lowest priced acceptable tender.

June 18, 2008

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Attachment - Appendix A

Appendix A

Duncan Building 2nd Floor – M&P Office Renovation Contract M1-85

Summary Of Tenders

Tenderer / Tendered Price:

1. Coreplan Construction Inc. \$567,000.00
2. BECC Construction Group Ltd. \$647,850.00
3. Tapa Construction Inc. \$652,400.00
4. Grenwitch General Contracting Inc. \$669,900.00

5. R-Chad General Contracting Inc. \$688,000.00
6. Samson Management and Solutions Ltd. \$692,000.00
7. Cloke-Kirby Construction Limited \$721,033.00
8. Torcom Construction Inc. \$748,000.00
9. Varcon Construction Corporation \$754,000.00
10. Ross & Anglin Ontario Ltd. \$754,000.00
11. Engineer's Estimate \$ 780,000.00