

# Procurement Authorization Duncan Shops - Non-Revenue Vehicle Repair Bay Hoist Upgrades Contract M1-67

Meeting Date: July 10, 2008

Subject: Procurement Authorization Duncan Shops - Non-Revenue Vehicle Repair Bay Hoist Upgrades Contract M1-67

## **Recommendation**

It is recommended that the Commission authorize the award of a contract to Grenwitch General Contracting Inc. (Grenwitch) in the amount of \$1,697,850.00 for Contract M1-67, Duncan Shops – Non-Revenue Vehicle Repair Bay Hoist Upgrades.

## **Funding**

Sufficient funds for this expenditure are included in Project 3.9 Buildings and Structures, under Bus Garage Shops / Facility Renewal Program as set out on pages 985 - 990, Category State of Good Repair/Safety of the TTC 2008-2012 Capital Program, which was approved by City Council on December 11, 2007.

## **Background**

The Duncan Shop non-revenue vehicle repair bay is utilized to maintain the fleet of non-revenue vehicles. These vehicles range in weight between 1,700 kg and 36,000 kg. However, the existing hoist capacity is 15,500 kg, requiring portable vehicle lifts to service heavier vehicles.

The work of this contract consists of replacing three out of eleven hoists with increased capacity (two at 32,000 kg, one at 40,800 kg) to service heavier non-revenue vehicles.

## **Discussion**

Specifications and drawings were prepared for Contract M1-67 and a Request for Tenders was posted on the Commission's website as of April 30, 2008. Six companies requested copies of the tender documents, out of which five submitted a tender and are summarized in Appendix 'A'.

Grenwitch submitted the lowest priced tender and did not state any exceptions or qualifications. Prior to awarding two contracts to them last year, reference checks were completed which indicated they

performed satisfactory work of a similar size and nature for other companies and are currently completing similar work for the Commission. Their tender is considered acceptable.

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

Martinway Contracting Ltd. 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.

The Agreement to Bond submitted by Grenwitch covers both a Labour and Material Payment Bond and a Performance Bond and was submitted by Travelers Guarantee Company of Canada, who have been verified as a Surety Company licensed to transact business under the Insurance Act of Ontario.

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 Grenwitch General Contracting Inc. is the lowest acceptable tender.

May 21, 2008

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Attachment – Appendix 'A' Summary of Tenders

#### **Appendix 'A'**

Procurement Authorization Duncan Shops – Non Revenue Vehicle Repair Bay Hoist Upgrade Contract M1-67

Summary Of Tenders

Company / Tendered Price:

- Grenwitch General Contracting Inc.- \$1,697,850.00
- Architectural Phases Inc. - \$1,757,700.00
- Martinway Contracting Ltd.- \$2,310,000.00

- Varcon Construction Corporation - \$2,345,542.00
- F. Greco & Sons Limited - \$3,700,000.00
- Engineers Estimate - \$1,650,000.00

Note: Grenwitch General Contracting Inc. is the recommended company for award.