

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: AUGUST 26, 2009

SUBJECT: PROCUREMENT AUTHORIZATION
BIRCHMOUNT BUS GARAGE REPAIR BAY MODIFICATIONS
PHASE 2
CONTRACT E3-21

ACTION ITEM

RECOMMENDATION

It is recommended that the Commission authorize the award of a contract to Buttcon Limited in the amount of \$9,983,000.00 for Contract E3-21 Birchmount Bus Garage Repair Bay Modifications Phase 2.

FUNDING

Sufficient funds are included in the TTC's 2009-2013 Capital Program, which was approved by City Council on December 10, 2008 under the following projects:

- 3.9 Building and Structures, under Birchmount Bus Garage Repair Bay Modifications as set out on pages 819 to 823, Category State of Good Repair/Safety;
- 3.1 Finishes, under Roofing Rehabilitation Program as set out on pages 563 to 569, Category of State of Good Repair/Safety;
- 3.2 Equipment, under Fall Prevention Systems as set out on pages 613 to 616, Category Legislative;
- 3.3 Yards and Roads, under On-Grade Paving Rehabilitation Program as set out on pages 649 to 655, Category of State of Good Repair/Safety of the TTC 2009-2013 Capital Program.

BACKGROUND

The Birchmount Bus Garage Repair Bay Modifications Project will bring the bus garage to a state of good repair and provide maintenance capabilities and facilities allowing it to operate effectively and efficiently at its current capacity of 204 buses.

Contract E3-21 is the last of three contracts to deliver the project. The work under this contract includes the replacement of six bus hoists and associated systems, replacement of two inspection pits (converting one to drive through), installation of speed doors, installation of overhead fuelling systems, paving of new employee parking lot, construction of an area for storage of decommissioned buses, on-grade paving and roofing replacement.

The first contract E3-19A for installation of seven bus hoists and associated systems is complete and the second contract E3-29 to demolish the existing boiler room for conversion to parts storage and office as well as general ventilation and architectural upgrades to the existing lunchroom and change room is currently underway.

DISCUSSION

Specifications and drawings were prepared for Contract E3-21 and a request for Tenders was posted on the TTC's website as of June 11, 2009. Seventeen companies requested copies of the tender documents, out of which four submitted a tender and are summarized on the attached Final Spreadsheet Analysis.

Ross & Anglin Ontario Ltd. submitted the lowest priced tender, but failed to fill in the Unit Prices for Extra Work Document 00322, or the Specified Options List Document 00461. Therefore, their bid is incomplete and rendered non-compliant.

Buttcon Limited submitted the second lowest priced tender and did not state any exceptions or qualifications and their tender is considered commercially acceptable. As they have not previously worked for the Commission, reference checks were completed and found that Buttcon has satisfactorily performed work of a similar size and nature in the past.

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

There were Alternatives offered by Ross & Anglin Ontario Ltd. However, as their tender is non-compliant, these Alternatives were not assessed.

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

The supplemental financial information was reviewed by Finance Department and was found acceptable.

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 Buttcon Limited is the lowest acceptable tender.

August 4, 2009
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Attachment - Appendix A - Summary of Tenders

APPENDIX A

PROCUREMENT AUTHORIZATION BIRCHMOUNT BUS GARAGE REPAIR BAY MODIFICATIONS PHASE 2 CONTRACT E3-21

SUMMARY OF TENDERS

Company	Tendered Price
Ross & Anglin Ontario Ltd. * *	\$9,964,000.00
Buttcon Limited *	\$9,983,000.00
Torcom Construction Inc.	\$11,480,000.00
Varcon Construction	\$12,521,724.00
Engineers Estimate	\$10,500,000.00
Recommended Company *	
Commercially Non-Compliant * *	