# TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: September 24, 2009

**SUBJECT**: PROCUREMENT AUTHORIZATION

TORONTO-YORK SPADINA SUBWAY EXTENSION

DOWNSVIEW STATION CONNECTION TO WILSON YARD

**CONTRACT A24-1** 

# **ACTION ITEM**

#### RECOMMENDATION

It is recommended that the Commission authorize the award of a contract to Belor Construction Ltd. (Belor) in the amount of \$14,340,000 for Contract A24-1, Toronto-York Spadina Subway Extension, Downsview Station Connection to Wilson Yard.

## **FUNDING**

Sufficient funds for this expenditure are included in the Toronto-York Spadina Subway Extension Project, as set out on pages 1479 to 1482 of the TTC 2009-2013 Capital Program (Category – Expansion) which was approved by City Council on December 10, 2008.

#### **BACKGROUND**

The scope of work in this contract is the first phase of the Toronto-York Spadina Subway Extension (TYSSE) and comprises construction of a new subway running structure that will provide an additional link through a previously constructed mainline connection to Wilson Yard, and provide for a future third mainline track parallel to the Wilson-to-Downsview main line for short turn and temporary line storage functions and connection to Wilson Yard.

#### DISCUSSION

Specifications and drawings were prepared for Contract A24-1 and a Request for Tenders was posted on the Commission's website as of July 13, 2009. Forty-six companies requested copies of the tender documents, out of which ten submitted a tender and are summarized on Appendix A.

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Belor Construction Ltd. submitted the lowest priced tender and did not state any exceptions or qualifications. As Belor has not previously worked for the Commission, reference checks were completed which indicated they have satisfactorily performed similar work in the past. Their tender is considered commercially acceptable.

Aquicon Construction Co. Ltd. submitted the second lowest priced tender and also did not state any exceptions or qualifications. Their tender is considered commercially acceptable.

EllisDon Corporation submitted the third lowest priced tender and also did not state any exceptions or qualifications. Their tender is considered commercially acceptable.

The Agreement to Bond submitted by Belor covers both a Labour and Material Payment Bond and a Performance Bond. The surety company noted on the tender is 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.

Based on the review of the Contractor's financial statements, it appears that they have the financial capability to perform this contract.

#### **JUSTIFICATION**

The tender submitted by Belor Construction Ltd. is the lowest acceptable tender.

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August 31, 2009 70-92 2504286

Attachment – Appendix A - Summary of Tenders

## **APPENDIX A**

# TORONTO-YORK SPADINA SUBWAY EXTENSION DOWNSVIEW STATION CONNECTION TO WILSON YARD CONTRACT A24-1

# **SUMMARY OF TENDERS**

		Tender Price
1.	Belor Construction Ltd. *	\$14,340,000
2.	Aquicon Construction Co. Ltd.	\$14,340,900
3.	EllisDon Corporation	\$14,998,000
4.	Kenaidan Contracting Limited	\$15,987,000
5.	Bondfield Construction Company Limited	\$17,100,000
6.	B. Gottardo Construction Ltd.	\$17,750,000
7.	PCR Contractors Inc.	\$18,704,287
8.	Grascan Ltd.	\$19,550,000
9.	AECON Constructors	\$20,778,050
10.	Brennan Paving & Construction Ltd.	\$21,790,000
	Engineer's Estimate	\$23,500,000

<sup>\*</sup> Recommended Company