

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: August 23, 2010

SUBJECT: PROCUREMENT AUTHORIZATION
QUEENSWAY BUS GARAGE RENOVATIONS
CONTRACT F7-21

ACTION ITEM

RECOMMENDATION

It is recommended that the Commission authorize the award of Contract F7-21, Queensway Bus Garage Renovations to BECC Construction Group Ltd. (BECC) in the amount of \$15,997,463.00.

FUNDING

Sufficient funds for this expenditure are included in the following categories of the TTC 2010-2014 Capital Program which was approved by City Council on December 8, 2009:

- 3.2 Equipment, Bus Cleaning Equipment as set out on pages 543 to 545, Category State of Good Repair/Safety.
- 3.9 Buildings and Structures, Gas Detection System as set out on pages 781 to 784, Category State of Good Repair/Safety.
- 3.9 Buildings and Structures Projects, Queensway Bus Garage Renovations as set out on pages 741 to 745, Category State of Good Repair/Safety.

Due to higher costs than budgeted, additional funds in the amount of \$1,800,000.00 will be required which will be requested in the 2011-2015 Capital Program submission. In the event that additional funds are not approved in the 2011-2015 Capital Program, offsetting reductions in other Building and Structures projects (CTT110) will be identified.

BACKGROUND

The Queensway Bus Garage has been in operation for 45 years. Much of the major equipment such as hoists, electrical panels, lighting etc. are original facility equipment. To

maintain a safe operating condition for the current level of service, it is necessary to address a number of building, equipment and systems deficiencies. This is to place the facility in a state of good repair and up to current TTC standards.

The work under this contract includes replacing ten original bus hoists and pits, replacing the bus exhaust venting system, upgrading and replacing lighting, improving the repair, storage and service bays ventilation with new roof top units, replacing hot water supplied space heaters, replacing the bus vacuum cleaning system, upgrading the bus fuelling system, renovating the lunchroom, locker area and washrooms, adding a remote washroom in the service area, adding an in-floor bus brake tester, installing a parallelogram hoist and pit for the degreasing room, upgrading the emergency lighting system, replacing five high activity doors with speed doors and adding two bus inspection pits.

DISCUSSION

A Request for Tenders was posted on the TTC's website on Tuesday, June 1, 2010. Eighteen companies requested copies of the tender documents, out of which five submitted a tender as summarized on the attached Appendix A.

BECC submitted the lowest priced tender and did not state any exceptions or qualifications and their tender is considered acceptable. They have completed work of a similar nature for the Commission in the past. Reference checks were completed concerning larger projects which indicate that they have satisfactorily performed work of a similar size and nature. Their tender is considered acceptable.

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

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

The Agreement to Bond submitted by BECC 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 a Labour and Material Payment Bond each in the amount of 50% of the contract value.

The total funding budgeted for Contract F7-21, including engineering support and contract changes, was \$16,688,000.00. Based on the lowest qualified tender price and costs

required for construction management, engineering support, contract changes and contingencies, \$1,800,000.00 in additional funding is required.

JUSTIFICATION

The tender submitted by BECC is the lowest priced acceptable tender.

July 15, 2010
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Attachment – Appendix 'A' Summary of Tenders

APPENDIX A

PROCUREMENT AUTHORIZATION
QUEENSWAY BUS GARAGE RENOVATIONS
CONTRACT F7-21

SUMMARY OF TENDERS

<u>Company</u>	<u>Tendered Price</u>
BECC Construction Group Ltd. *	\$15,997,463.00
Buttcon Limited	\$16,748,000.00
Torbear Contracting Inc.	\$17,583,283.00
Torcom Construction Inc.	\$17,800,000.00
Aplus General Contractors Corp.	\$18,758,000.00
Engineer's Cost Estimate	\$15,500,000.00
Recommended Company *	