

# TORONTO TRANSIT COMMISSION REPORT NO.

**MEETING DATE:** July 14, 2010

**SUBJECT:** NOTICE OF AWARD - PROCUREMENT AUTHORIZATION  
TORONTO-YORK SPADINA SUBWAY EXTENSION  
FINCH WEST STATION – ROADWORK AND UTILITIES  
RELOCATION – CONTRACT A35-19

## INFORMATION ITEM

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### RECOMMENDATION

It is recommended that the Commission receive the notice of award of Chair Giambrone, Vice-Chair Mihevc and the Chief General Manager authorizing the award of a contract to VARCON Construction Corporation (VARCON) in the amount of \$12,469,413.00 for Contract A35-19, Toronto-York Spadina Subway Extension Finch West Station – Roadwork and Utilities Relocation.

### FUNDING

Sufficient funds for this expenditure are included in the Toronto-York Spadina Subway Extension (TYSSE) Project, as set out on pages 1439 to 1442 of the TTC 2010-2014 Capital Program (Category – Expansion) which was approved by City Council on December 8, 2009.

### BACKGROUND

At its meeting of March 24, 2010, the Commission approved the revisions and updates to the Authorization for Expenditures and Other Commitments Policy, which states that *'The Commission delegates authority to the Chair, Vice-Chair and the Chief General Manager to authorize items on an interim basis that would normally be authorized by the Commission when the approval is required before the next Commission meeting. In the event that the Chair and/or Vice-Chair are not available, authority would be delegated to any two (2) Commissioners and the Chief General Manager.'* These authorizations are to be followed up by a notice of award Commission report that is to be submitted to the next scheduled Commission meeting for information.

The contract work involves the relocation of watermains and sewers on Keele Street in advance of construction of the Finch West Station. The contract also includes extending Tangiers Road north from its current terminus north of Finch Avenue West to Murray

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CONTRACT A35-19**

Ross Parkway which will be extended east of Keele Street. These roads will provide a bypass around the station construction and will serve as permanent roads for access to the proposed commuter parking lot and by the properties currently fronting Murray Ross Parkway. The work on these road extensions includes new watermains, sewers, lighting and signalization of the Murray Ross Parkway/Tangiers Road intersection.

**DISCUSSION**

Specifications and drawings were prepared for Contract A35-19 and a Request for Tenders was posted on the Commission's website as of April 22, 2010. Twenty companies requested copies of the tender documents, out of which three submitted a tender and are summarized on Appendix A.

VARCON submitted the lowest priced tender and did not state any exceptions or qualifications. VARCON has satisfactorily completed work for the Commission in the past. Their tender is considered acceptable.

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

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

The successful tenderer will be required to execute a Performance Bond and Labour and Material Payment Bond in the amount of 50% of the contract value.

**JUSTIFICATION**

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

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June 10, 2010  
70-92  
03-04-000006579

Attachment: Appendix A - Summary of Tenders

## APPENDIX A

### TORONTO-YORK SPADINA SUBWAY EXTENSION FINCH WEST STATION – ROADWORK AND UTILITIES RELOCATION CONTRACT A35-19

#### SUMMARY OF TENDERS

	<u>Tender Price</u>
1. VARCON Construction Corporation *	\$12,469,413.00
2. Clearway Construction Inc.	\$17,995,000.00
3. Drainstar Contracting Ltd.	\$22,961,000.00
<b>Engineer's Estimate</b>	<b>\$13,300,000.00</b>

\* Recommended Company