

TORONTO TRANSIT COMMISSION REPORT NO.

MEETING DATE: December 9, 2014

SUBJECT: NOTICE OF AWARD
PROCUREMENT AUTHORIZATION MALVERN GARAGE ON-
GRADE PAVING REHABILITATION
CONTRACT H1-14

INFORMATION ITEM

RECOMMENDATION

It is recommended that the Board receive the notice of award of Chair Augimeri, Vice-Chair Adamson and the Chief Executive Officer authorizing the award of Contract H1-14, Malvern Garage On-Grade Paving Rehabilitation to Duron Ontario Ltd. (Duron) in the amount of \$6,161,720.50 inclusive of all taxes.

FUNDING

Sufficient funds for this expenditure are included in 3.3 On-Grade Paving Rehabilitation Program under the State of Good Repair / Safety Category as referenced in the 2014–2023 Capital Budget on pages 457-464, as approved by City of Toronto Council on January 29-30, 2014.

BACKGROUND

At its meeting of July 14, 2010, the Board approved the revisions and updates to the Authorization for Expenditures and Other Commitments Policy, effective August 1, 2010, which states that ‘The Board delegates authority to the Chair, Vice-Chair and the Chief Executive Officer to authorize items that would normally be authorized by the Board when the approval is required before the next Board meeting. If the Chair and/or Vice-Chair are not available, authority would be deemed to be delegated to any two (2) Commissioners and the Chief Executive Officer.’ These authorizations are to be followed up by a notice of award Board report that is to be submitted to the next scheduled Board meeting for information.

Pavement on Commission garages and employee parking lots are regularly inspected and deficiencies are corrected by spot repairs and patching. As the pavement approaches or surpasses normal life expectancies, repeated spot repairs become inefficient and expensive.

Malvern Garage located at 5050 Sheppard Avenue East, in Scarborough was constructed in 1982 and is comprised of a garage building surrounded by exterior concrete pavement and an employee parking lot adjacent to the garage area. The pavement of both, the exterior garage area and the employee parking lot has exceeded the life expectancy of 20-25 years and, is in poor condition and requires replacement.

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The work for this Contract consists of the supply of labour, equipment and materials to rehabilitate the bus garage and employee parking lot pavement at Malvern Garage. The work includes but is not limited to the reconstruction of concrete pavement, rehabilitation of the existing watermain cathodic protection system, removal and replacement of maintenance hole lids, catch basin frame and grates, trenchless repairs to sections of existing sewers, replacement of the illumination system in the parking lot and the planting of new trees.

DISCUSSION

Specifications and drawings were prepared for Contract H1-14 and a Request for Bids was posted on the TTC's Web site and Merx as of July 10, 2014. Eleven companies downloaded copies of the bid documents out of which two submitted a bid by the closing date of August 22, 2014 and are summarized on the attached Appendix 'A'.

Dig-Con International (Dig-Con) submitted a bid by the closing date of August 22, 2014, however it was submitted after the closing time of 10:00:59 a.m.. In accordance with the TTC's Bid Irregularities Policy, Dig-Con's bid was not read publically, automatically rejected and was returned to Dig-Con.

Duron submitted the lowest priced bid and did not state any exceptions or qualifications. Duron has satisfactorily completed work of a similar nature for the TTC in the past. Duron is also currently performing work of a similar size and nature for the TTC. Their bid is considered commercially acceptable.

Blackstone Paving and Construction Limited (Blackstone) submitted the second lowest priced bid and also did not state any exceptions or qualifications and their bid is considered commercially acceptable.

The Agreement to Bond submitted by Duron covers both a Labour and Material Payment Bond and a Performance Bond and was submitted by Travelers Insurance Company of Canada, who have been verified as a Surety Company licensed to transact business under the Insurance Act of Ontario. As such they are considered financially capable of performing the work.

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

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JUSTIFICATION

The bid submitted by Duron Ontario Ltd. is the lowest priced acceptable bid.

August 29, 2014
50-27-12
03075-1930-3

Attachments: Appendix A

APPENDIX A

PROCUREMENT AUTHORIZATION MALVERN GARAGE ON-GRADE PAVEMENT REHABILITATION CONTRACT H1-14

SUMMARY OF BIDS

Company	Tendered Price
Duron Ontario Ltd. *	\$6,161,720.50
Blackstone Paving & Construction Limited	\$8,664,834.35

*Recommended Company **