

TORONTO TRANSIT COMMISSION

REPORT NO.

MEETING DATE: April 18, 2007

SUBJECT: PROCUREMENT AUTHORIZATION Mount Dennis Bus Garage Bus Cleaning System
CONTRACT X1-5

RECOMMENDATION

It is recommended that the Commission authorize the award of the tender submitted by Clean Air Technologies Inc. operating as Eurovac (Clean Air) in the amount of \$757,170.00, for Contract X1-5, Mount Dennis Bus Garage – Bus Cleaning System.

FUNDING

Sufficient funds are available in Project 3.9 Building and Structures, Mount Dennis Bus Garage (as set out on pages 791-798 – Capacity Enhancement) of the 2007–2011 TTC Capital Program, which was approved by Toronto City Council on March 7, 2007.

BACKGROUND

Mount Dennis Bus Garage is currently under construction. The scope of the project includes the provision of a bus cleaning (vacuum) system, for the nightly cleaning of the buses. Accordingly, Contract X1-5 was prepared, which consists of the labour, materials and equipment necessary for the supply and installation of the Bus Cleaning System in the garage.

DISCUSSION

A Request for Tenders was publicly advertised on the TTC's Web site on February 15, 2007. A total of four companies obtained copies of the tender documents, out of which three companies submitted a tender, as summarized in Appendix 'A'.

Clean Air submitted the lowest priced tender and did not state any exceptions or qualifications. As it has been more than five years since they have worked for the Commission, reference checks were conducted and these indicated that they have satisfactorily performed work of a similar nature in the past. Their tender is considered acceptable.

Alpeza General Contracting Inc. submitted the second lowest priced tender and did not state any exceptions or qualifications. Their tender is considered acceptable.

Klescon General Contractors Inc. (Klescon) submitted the third lowest priced tender and did not state any exceptions or qualifications. Their tender is also considered acceptable. Klescon offered an alternative which is considered acceptable. The alternative would rank Klescon as second lowest priced tender.

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

JUSTIFICATION

The tender submitted by Clean Air is the lowest priced acceptable tender.

March 29, 2007
50-21-15
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Attachment – Appendix ‘A’ Summary of Tenders

APPENDIX 'A'

**MOUNT DENNIS BUS GARAGE – BUS CLEANING SYSTEM
CONTRACT X1-5**

SUMMARY OF TENDERS

COMPANY	TENDER PRICE
1. CLEAN AIR TECHNOLOGIES INC. OPERATING AS EUROVAC	\$757,170.00
2. ALPEZA GENERAL CONTRACTING INC.	\$914,000.00
3. KLESCON GENERAL CONTRACTORS INC.	\$984,990.00
ENGINEER'S ESTIMATE	\$940,000.00