May 16, 2001

To:

The Board of Governors of Exhibition Place

From:

Dianne Young

General Manager & CEO

Subject:

Assignment of Contract from Consolidated Group to E-D Roofing Ltd.

HORTICULTURE BUILDING - Roof Replacement & Repair

Contract No. 00-0004-00405

Recommendation(s):

It is recommended that Board approve the assignment of the Horticulture Building Roof contract from Consolidated Group to E-D Roofing Ltd. subject to the terms and conditions required by the City Solicitor for such an assignment.

Background:

At its meeting of May 3, 2001, the Board approved of awarding Contract No. 00-0004-00405 to Consolidated Group, Roofing and Sheet Metal Specialists Inc. ("Consolidated Group") in the amount of \$263,685.00, being the lowest tenderer.

Discussion:

Following the Board meeting, staff met with the representative for the successful tenderer and was informed for the first time that Consolidated Group, which was a business partnership of E-D Roofing Ltd. and Omni Roofing, is no longer active in business and that it wished to assign its rights under the contract to E-D Roofing Ltd. which was willing to accept all the terms and obligations of the tender and contract.

E-D Roofing Ltd.has been in business for almost 20 years in Ontario and was the contractor used by Exhibition Place for the first phase of the Automotive Building pitch roof replacement in 1999. The value of its business for the last five (5) years has averaged \$3,500,000 annually. In the prequalification of contractors for the Horticulture Building project, the Board's consultant on the project has indicated that Consolidated Group was pre-qualified for the project due to the participation and experience of E-D Roofing Ltd. as a 50% partner in the company.

Exhibition Place has received a letter of assignment from Consolidated Group for the assignment of its right to contract to E-D Roofing Ltd. The principal of Omni Roofing, the other partner, has



also indicated no objection to the proposed assignment, which is not prohibited by the terms of the tender award. The proposed assignment will not result in any change to the price or the individuals and forces to be engaged in managing and undertaking the work. The Board's solicitor has reviewed this matter and is satisfied in the circumstances with the proposed assignment and the recommendation that it be approved by the Board.

Conclusion:

This report recommends the Board approve the assignment of Horticulture Building Roof Contract No. 00-0004-00405 from Consolidated Group to E.D. Roofing Ltd.

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Submitted by:

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