



**STAFF REPORT
ACTION REQUIRED**

Contract Awards – September 16, 2009 - Composite Report 2

Date:	September 10, 2009
To:	Bid Committee
From:	Acting Treasurer
Reference	Various Calls

SUMMARY

The purpose of this report is to advise on the result of the competitive procurement call issued by the Purchasing and Materials Management Division and to recommend contract award as outlined in this report.

RECOMMENDATIONS

The Acting Treasurer recommends that the Bid Committee grant authority to award the following contract in accordance with the Contract Details set out in the appendix of this report:

1	Call Document	Tender Call 123-2009, Contract No. 09FS-71WP
	Description	General Services Contract for watermain, sanitary and storm sewer work related to the North York Basement Flooding Improvements Program in accordance with specifications as required by Technical Services.
	Recommended Bidder	Trisan Construction Drainstar Contracting Ltd. Clearway Construction Inc.

COMMENTS

(1) REQUIREMENTS

For each of the recommended contract award, the following requirements have been met:

- (a) The firm recommended for award is the lowest bidder meeting specifications or to the highest scoring proponent based on the evaluation criteria included in the call and meeting the requirements of the call;
- (b) the Deputy City Manager and Chief Financial Officer agrees with the Financial Impact information;
- (c) the appropriate Division has reviewed submissions and found the price to be reasonable, within available budget and concurs with the recommendation;
- (d) the call document was advertised on the City's internet website and bids or proposals were opened publicly; and
- (e) the Fair Wage Office confirms the recommended firm understands the Fair Wage Policy and Labour Trades requirements and has agreed to comply fully.

Additional details and information for the above calls are on the file in the Purchasing and Materials Management Division.

SIGNATURE – CHIEF PURCHASING OFFICIAL

Giuliana Carbone
Acting Treasurer

(2) APPENDIX – Contract Details

(2) CONTRACT DETAILS
APPENDIX #1

Date: September 9, 2009

Call No:

Tender Call 123-2009, Contract No. 09FS-71WP

Description:

General Services Contract for watermain, sanitary and storm sewer work related to the North York Basement Flooding Improvements Program in accordance with specifications as required by Technical Services.

The Tender call allowed the City to select up to five of the lowest bidding contractors to perform work over a 30 month term. The determination with the respect to the number of Contractors selected took into consideration the number of contractors that provided the lowest overall price that represented the best value to the City. An engineering estimate was established prior to the development of the call which was also a determining factor in the selection process. There were a total of six bids received. Of the six bids, one was declared informal, two were above the engineering estimate and three were selected.

Each Contractor selected by the City will be required to execute a contract. Task orders will then be issued by the City to the Contractor for all or part of any work listed in the Tender call.

The selected Contractors will be awarded task orders with a cumulative minimum value of \$500,000.00. The maximum value of each contract will be determined by the number of task orders completed by each Contractor. At anytime the City reserves the right to cancel the contract with a Contractor after the minimum contract value has been achieved. If in the event that a Contractor is removed from the roster a maximum cumulative amount per one Contractor will not exceed \$20 million.

Call Dates:

Issued July 07, 2009, Closed August 26, 2009

Ward No:

Wards 14, 28, 29 and 30

Recommended Bidders:

Trisan Construction
Drainstar Contracting Ltd.
Clearway Construction Inc.

Contract Award Values:

- 1) Trisan Construction
General Services Contract with an upset limit of \$20,000,000.00 net of GST.
- 2) Drainstar Contracting Ltd.
General Services Contract. with an upset limit of \$20,000,000.00 net of GST.

APPENDIX #1

3) Clearway Construction Inc.

General Services Contract with an upset limit of \$20,000,000.00 net of GST.

Number of Bids:

Six bids were received;

One bid was declared informal and

two bidders were above budget and are not being recommended.

Financial Impact:

The total cumulative expenditures for the three (3) Contracts awarded under Tender Call 123-2009 are not to exceed \$32,271,944.48 including all applicable taxes and charges cumulatively. The **total potential** cost to the City is \$30,735,185.22 net of GST.

The funding for the contract awards is included in the 2009 Toronto Water Capital Budget **and 2010-2013 Capital Plan under project CWW421 (Basement Flooding). Additional funding details are** as follows:

	2009 (net of GST)	2010 (net of GST)	2011 (net of GST)	2012 (net of GST)	Total (net of GST)
CWW421	\$1,000,000.00	\$9,000,000.00	\$18,000,000.00	\$2,735,185.22	\$30,735,185.22

The engineering estimate for this contract is \$34,500,000.00 net of GST.

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