



**STAFF REPORT
ACTION REQUIRED**

Contract Awards – September 30, 2009 - Composite Report

Date:	September 24, 2009
To:	Bid Committee
From:	Director, Purchasing and Materials Management
Reference	Various Calls

SUMMARY

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

RECOMMENDATIONS

The Director of Purchasing and Materials Management recommends that the Bid Committee grant authority to award the following contracts in accordance with the Contract Details set out in the appendices of this report:

1	Call Document	157-2009, Contract No. 09TE-16WS
	Description	Reconstruction of Watermain and Water Services on Rusholme Road from College Street to Bloor Street West and Dewson Street from Havelock Street to Roxton Road.
	Recommended Proponent	Duramain Inc.
2	Call Document	Tender Call 158 -2009, Contract No. 09TE-20WS
	Description	Watermain Replacement on Granby Street, McGill Street and Mutual Street in the Toronto and East York District.
	Recommended Bidder	Vipe Construction Ltd.
3	Call Document	Tender Call No. 161-2009, Contract No. 09TE-15WS
	Description	Watermain Replacement and Water Services on Bodwin Avenue from 75m West of Indian Grove to Indian Grove, Fennings Street from Queen Street West to Humbert Street, Gore Vale Avenue from Queen Street West to Dundas Street West and Gwynne Avenue from King Street West to Queen Street West in the

		Toronto and East York District.
	Recommended Bidder	CG Construction Services Ltd.
4	Call Document	Request For Quotation 4001-09-7189
	Description	Supply, testing, storage and delivery of 3,404.146 metres of 946mm inside diameter, 10mm wall thickness welded steel pipe and 1,989.816 metres of 794mm inside diameter, 10 mm wall thickness welded steel pipe.
	Recommended Bidder	Canadian Phoenix Steel Products
5	Call Document	Request For Quotation 0202-09-0076
	Description	For the supply and delivery of Toilet Paper and Facial Tissues to various Materials Management and Stores locations, for the period from the date of award to September 30, 2010.
	Recommended Bidder	Morgan Scott Partnership
6	Call Document	Request for Quotation 0722-09-0050
	Description	For the non-exclusive supply of all labour, materials, equipment, tools, including products and supervision necessary to provide Bi-Yearly Testing, Inspections, Maintenance and Repairs to Gas Detection Systems for Facilities and Real Estate Division
	Recommended Bidder	The Armstrong Monitoring Corporation
7	Call Document	Tender Call 165-2009, Contract No. 09SC-13WS
	Description	Fermoy Road, Watermain Replacement and Road Resurfacing.
	Recommended Bidder	F.D.M. Contracting Co. Ltd.
8	Call Document	Tender Call No. 146-2009, Contract No. 09EY-06RD
	Description	Rehabilitation of Local Streets including Watermain - Reconstruction of Cavell Avenue including Sewers.
	Recommended Bidder	Pave-All Limited

COMMENTS

(1) REQUIREMENTS

For each of the recommended contract awards, 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

Lou Pagano, P. Eng.
Director
Purchasing and Materials Management Division

(2) APPENDICES – Contract Details

(2) CONTRACT DETAILS
APPENDIX #1

Date: September 22, 2009

Call No:

157-2009, Contract No. 09TE-16WS

Description:

Reconstruction of Watermain and Water Services on Rusholme Road from College Street to Bloor Street West and Dewson Street from Havelock Street to Roxton Road.

Call Dates:

Issued August 12, 2009, Closed August 26, 2009

Ward Nos:

Ward 18 – Davenport; Ward 19 – Trinity-Spadina

Recommended Bidder:

Duramain Inc.

Contract Award Value:

\$2,321,005.00 net of G.S.T.

\$2,437,055.25 including all applicable taxes and charges

Number of Bids:

Ten (10) Bids; 1 Informal

Financial Impact:

The total contract award identified in this report is \$2,437,055.25 including all applicable taxes and charges. The cost to the City is \$2,321,005.00 net of G.S.T. Funding for the contract award is included in the approved 2009 Toronto Water Capital Budget and the 2010-2013 Capital Plan.

The cash flow funding requirements for this project are as follows:

WBS Element	Description	2009	2010	Total
CPW542-04-54	Watermain	\$1,241,456.25	\$413,818.75	\$1,655,275.00
CPW544-05-46	Water Services Repai	\$499,297.50	\$166,432.50	\$665,730.00

The Engineering estimate for this project is \$3,164,150.00 net of G.S.T.

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Contract Awards – Bid Committee Composite Report – September 30, 2009

(2) CONTRACT DETAILS
APPENDIX # 2

Date: September 18, 2009

Call No:

Tender Call 158 -2009, Contract No. 09TE-20WS

Description:

Watermain Replacement on Granby Street, McGill Street and Mutual Street in the Toronto and East York District.

Call Dates:

Issued August 12, 2009, Closed August 26, 2009

Ward No:

27 – Toronto Centre-Rosedale

Recommended Bidder:

Vipe Construction Ltd.

Contract Award Value:

\$1,638,027.00 net of G.S.T.

\$1,719,928.35 including all applicable taxes and charges

Number of Bids:

Six (6) formal bids, Two (2) informal bids (not considered), Total – Eight (8) bids

Financial Impact:

The total contract award identified in this report is \$1,719,928.35 including all applicable taxes and charges. The cost to the City is \$1,638,027.00 net of G.S.T. Funding for the contract award is included in the approved 2009 Toronto Water Capital Budget and the 2010-2013 Capital Plan.

The cash flow funding requirements for this project are as follows

WBS Element	Description	2009	2010	Total
CPW542-04-51	Watermain	\$952,145.25	\$317,381.75	\$1,269,527.00
CPW544-05-43	Water Services Repair	\$276,375.00	\$ 92,125.00	\$ 368,500.00

The Engineering estimate for this project is \$2,185,925.00 net of G.S.T.

APPENDIX #2

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(2) CONTRACT DETAILS
APPENDIX # 3

Date: September 23, 2009

Call No:

Tender Call No. 161-2009, Contract No. 09TE-15WS

Description:

Watermain Replacement and Water Services on Bodwin Avenue from 75m West of Indian Grove to Indian Grove, Fennings Street from Queen Street West to Humbert Street, Gore Vale Avenue from Queen Street West to Dundas Street West and Gwynne Avenue from King Street West to Queen Street West in the Toronto and East York District.

Call Dates:

Issued August 17, 2009, Closed September 01, 2009

Ward No:

Ward No. 14 – Parkdale-High Park
Ward No. 19 – Trinity-Spadina

Recommended Bidder:

CG Construction Services Ltd.

Contract Award Value:

\$1,689,097.00 net of G.S.T. (including contingencies totalling \$243,500.00)
\$1,773,551.85 including all applicable taxes and charges

Number of Bids:

Seven (7)

Financial Impact:

The total potential contract award identified in this report is \$1,773,551.85 including all applicable taxes and charges. The potential cost to the City is \$1,689,097.00 net of G.S.T. Funding for the contract award is included in the approved 2009 Toronto Water Capital Budget and the 2010-2013 Capital Plan.

The cash flow funding requirements for this project are as follows:

WBS Element	Description	2009	2010	Total
CPW542-04-52	Watermain	\$948,519.00	\$316,173.00	\$1,264,692.00
CPW544-05-44	Water Services	\$318,303.75	\$106,101.25	\$424,405.00

The Engineering estimate for this project is \$2,132,421.00 net of G.S.T.

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(2) CONTRACT DETAILS
APPENDIX # 4

Date: September 15, 2009

Call No:
Request For Quotation 4001-09-7189

Description:
Supply, testing, storage and delivery of 3,404.146 metres of 946mm inside diameter, 10mm wall thickness welded steel pipe and 1,989.816 metres of 794mm inside diameter, 10 mm wall thickness welded steel pipe.

Call Dates:
Issued July 30, 2009
Closed August 17, 2009

Ward No:
Ward 22, St. Pauls
Ward 16, Eglinton-Lawrence

Recommended Bidder:
Canadian Phoenix Steel Products

Contract Award Value:
\$1,540,856.14 net GST
\$1,612,192.07 inclusive of PST and GST

Number of Bids/Proposals:
Two (2) Bids

Financial Impact:
The total contract award identified in this report is \$1,612,192.07 including all applicable taxes and charges. The cost to the City is \$1,540,856.14 net of GST. Funding for this contract award is included in the approved 2009 Toronto Water Capital Budget and 2010 – 2013 Capital Plan in WBS Element CPW040-02 – JOS - Avenue Road W/Main Construction, High Level PS to Lawrence.

The cash flow requirements for this project include \$770,428.07 in 2010 and \$770,428.07 in 2011, all net of GST. The engineering estimate for this project was \$1,727,370.97 including all applicable taxes.

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(2) CONTRACT DETAILS
APPENDIX # 5

Date: September 24, 2009

Call No:

Request For Quotation 0202-09-0076

Description:

For the supply and delivery of Toilet Paper and Facial Tissues to various Materials Management and Stores locations, for the period from the date of award to September 30, 2010, with the option to renew for two (2) additional and separate one (1) year periods, all in accordance with the provisions and specifications contained in the RFQ. Should the option(s) be exercised, then the Manager of Materials Management and Stores will instruct the Director of Purchasing and Materials Management to process the renewals under the same terms and conditions.

Call Dates:

Issued July 14, 2009, Closed July 29, 2009

Ward No:

All

Recommended Bidder:

Morgan Scott Partnership

Contract Award Value:

Date of award to September 30, 2010: \$805,505.91 net of GST
(\$644,404.73 net of G.S.T. plus an additional 25% for other Related Toilet Paper and Facial Tissue Products \$161,101.18), \$842,797.86 including all taxes

Option Year 1 (October 1, 2010 – September 30, 2011): \$837,726.15 net of GST
(\$670,180.92 net of G.S.T. plus an additional 25% for other Related Toilet Paper and Facial Tissue Products \$167,545.23), \$876,509.77 including all taxes

Option Year 2 (October 1, 2011 – September 30, 2012): \$871,235.20 net of GST (\$696,988.16 net of G.S.T. plus an additional 25% for other Related Toilet Paper and Facial Tissue Products \$174,247.04), \$911,570.17 including all taxes

The total potential contract award is \$2,514,467.26 net of GST, \$2,630,877.80 including all taxes.

Number of Bids:

Five (5)

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Financial Impact:

The total potential contract award identified in this report is \$2,630,877.80 including all taxes and charges. The total potential cost to the City is \$2,514,467.26 net of GST. The materials on this contract will be purchased for PMMD Stores inventory purposes. The material value will be held in inventory holding Balance Sheet Accounts (160004, 160026, 160049, 160067, 160068, 160082, 160083, 160085) until City Divisions require the material to support their work programs at which time the material value is charged to the appropriate Divisions' approved Operating Budgets.

Date of Award to December 31, 2009 (net of GST)	January 1, 2010 to September 30, 2010 (net of GST)	Option Year 1 October 1, 2010 to September 30, 2011 (net of GST)	Option Year 2 October 1, 2011 to September 30, 2012 (net of GST)
\$201,376.48	\$604,129.43	\$837,726.15	\$871,235.20

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(2) CONTRACT DETAILS
APPENDIX # 6

Date: September 22, 2009

Call No:

Request for Quotation 0722-09-0050

Description:

For the non-exclusive supply of all labour, materials, equipment, tools, including products and supervision necessary to provide Bi-Yearly Testing, Inspections, Maintenance and Repairs to Gas Detection Systems for Facilities and Real Estate Division at various locations within the City of Toronto from November 1, 2009 to October 31, 2010 with the option to renew for four (4) additional separate one (1) year periods at the sole discretion of the Director of Facilities Operations and subject to budget approval. Should the option(s) be exercised, then the Director of Facilities Operations will instruct the Director of Purchasing and Materials Management Division to process the necessary contract renewals under the same terms and conditions.

Call Dates:

Issued June 10, 2009, Closed July 29, 2009

Ward No:

All Wards

Recommended Bidder:

The Armstrong Monitoring Corporation

Contract Award Value:

- From November 1, 2009 to October 31, 2010: \$475,995.75 (net of GST)
- Option Year 1 – November 1, 2010 to October 31, 2011: \$479,220.62 (net of GST)
- Option Year 2 – November 1, 2011 to October 31, 2012: \$483,164.50 (net of GST)
- Option Year 3 – November 1, 2012 to October 31, 2013: \$487,655.15 (net of GST)
- Option Year 4 – November 1, 2013 to October 31, 2014: \$492,261.09 (net of GST)

The total potential contract award including all option years is \$2,418,297.11 net of GST, \$2,539,211.97 including all applicable taxes and charges.

Number of Bids:

Two (2)

Financial Impact:

The total potential contract award identified in this report is \$2,539,211.97 including all taxes and charges. The total potential cost to the City net of GST is \$2,418,297.11. Funding for the project is included in Facilities and Real Estate's Operating Budget in various cost centres under cost element 4424 in the amount of \$79,332.65 net of GST from November 1, 2009 to December 31, 2009. Funding for the contract period from January 1,

APPENDIX #6

2010 to October 31, 2010 in the amount of \$396,663.10 net of GST will be requested in the 2010 Facilities and Real Estate Operating Budget submission. Should the options be exercised, then additional funds will be requested in the 2010-2014 Operating Budget submission as per the table below:

Nov. 1, 2009 to Dec 31, 2009 (net of GST)	Jan 1, 2010 to Oct 31, 2010 (net of GST)	Nov 1, 2010 to Oct 31, 2011 (net of GST)	Nov 1, 2011 to Oct 31, 2012 (net of GST)	Nov 1, 2012 to Oct 31, 2013 (net of GST)	Nov 1, 2013 to Oct 31, 2014 (net of GST)
\$79,332.65	\$396,663.10	\$479,220.62	\$483,164.50	\$487,655.15	\$492,261.09

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(2) CONTRACT DETAILS
APPENDIX # 7

Date: September 24, 2009

Call No:

Tender Call 165-2009, Contract No. 09SC-13WS

Description:

Fermoy Road, Watermain Replacement and Road Resurfacing.

Call Dates:

Issued August 21, 2009, Closed September 4, 2009

Ward No:

36 - Scarborough - Southwest

Recommended Bidder:

F.D.M. Contracting Co. Ltd.*

Contract Award Value*:

\$555,219.39, (including a contingency allowance of \$50,000.00) net of GST

\$582,980.36, including all applicable taxes and charges

* Tender Price corrected for mathematical errors. Purchasing and Materials Management has verified that the mathematical errors were corrected.

Number of Bids:

Five (5)

Financial Impact:

The total potential contract award identified in this report is \$582,980.36, including all applicable taxes and charges. The total potential cost to the City is \$555,219.39, net of GST. Funding for the contract award is included in the approved 2009 Toronto Water & Transportation Services Capital Budgets and the 2010-2013 Toronto Water Capital Plan

The cash flow funding requirements for this project are as follows:

<u>WBS Element</u>	<u>Description</u>	<u>2009</u>	<u>2010</u>	<u>Total</u>
CTP309-04-20	Local Road Reconstruction	\$330,760.95	nil	\$330,760.95
CPW542-04-41	Watermain Replacement	\$131,038.84	\$43,679.60	\$174,718.44
CPW544-05-33	Water Service Repair	\$37,305.00	\$12,435.00	\$49,740.00

The engineering estimate for this project is \$537.760.00 net of GST

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(2) CONTRACT DETAILS
APPENDIX #8

September 24, 2009

Call No:

Tender Call No. 146-2009, Contract No. 09EY-06RD

Description:

Rehabilitation of Local Streets including Watermain - Reconstruction of Cavell Avenue including Sewers.

Call Dates:

Issued June 18, 2009, Closed July 22, 2009

Ward Nos:

2 - Etobicoke North and 6 - Etobicoke-Lakeshore

Recommended Bidder:

Pave-Al Limited

Contract Award Value:

\$4,397,114.55 net of G.S.T.

\$4,616,970.28 including all applicable taxes and charges

* Tender Price corrected for mathematical errors. Purchasing and Material Management has verified that the mathematical errors were corrected.

Number of Bids:

5 Formal Bids.

Financial Impact:

The total contract award identified in this report is \$4,616,970.28, including all applicable taxes and charges. The cost to the City is \$4,397,114.55 net of G.S.T. Funding for the contract award is included in the approved 2009 Transportation Services and Toronto Water Capital Budgets and the 2010-2013 Toronto Water Capital Plan.

The cash flow funding requirements for this project are as follows:

<u>WBS Element</u>	<u>Description</u>	<u>2009</u>	<u>2010</u>	<u>Total</u>
CTP309-04	Local Road Reconstruction	1,903,835.20	-	1,903,835.20
CPW542-04	Watermain Replacement	\$782,001.79	\$260,667.26	1,042,669.05
CPW544-05	Water Service Repair	\$155,092.38	\$51,697.44	206,789.82
CWW472-03	Sanitary Sewer Replacement	\$617,629.71	\$205,876.55	823,506.26
CWW468-07	Storm Sewer Replacement	\$315,235.71	\$105,078.51	420,314.22
Sub-total Toronto Water Capital		\$1,869,959.59	\$623,319.76	\$2,293,279.35
Total		\$3,773,794.79	\$623,319.76	\$4,397,114.55

APPENDIX #8

The engineering estimate for this project was \$4,534,642.23 net of G.S.T.

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