



## STAFF REPORT ACTION REQUIRED

### Contract Awards – May 5, 2010 - Composite Report

<b>Date:</b>	April 30, 2010
<b>To:</b>	Bid Committee
<b>From:</b>	Director, Purchasing and Materials Management
<b>Reference</b>	Various Calls

#### SUMMARY

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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	Tender Call: 51-2010, Contract No: 10EY-107TR
	Description	Local Road Resurfacing – Wards 2, 3, 4, 5, 6 & 13, Etobicoke-York District
	Recommended Bidder	Sanscon Construction Ltd.
2	Call Document	Request For Quotation No. 3414-10-3027
	Description	The supply, delivery, setting-in-place, installation (turnkey), removal of any debris, training, and service and maintenance of a fully integrated Network Mail Management System.
	Recommended Bidder	Pitney Bowes of Canada
3	Call Document	Request for Proposal 0613-10-0024
	Description	Supply and delivery of Nutritional Supplements and Tube Feeding products to the City of Toronto's Long-Term Care Homes and Services from June 1, 2010 to March 31, 2012.
	Recommended	Nestle Healthcare Nutrition

	Proponent	
4	Call Document	Request for Proposal 3205-10-7103
	Description	Professional Services for CCTV Inspection, Condition Assessment, and Provision of Renewal Recommendations for Miscellaneous Trunk Sewers
	Recommended Proponent	Andrews Infrastructure
5	Call Document	Tender Call 001-2010, Contract No: WP-TW-TWOS-MCP-10-00140
	Description	Highland Creek Treatment Plant Dechlorination Upgrades
	Recommended Bidder	Torbear Contracting Inc.
6	Call Document	Tender Call 003-2010, Contract TWDO-TW-TWOS-MCP-06-00005
	Description	Wastewater Collection Pumping Station Upgrades and Rehabilitation – Group III
	Recommended Bidder	Torbear Contracting Inc.
7	Call Document	Tender Call No. 64-2010, Contract No. 10EY-16RD
	Description	Major Road Resurfacing and Watermain Replacement on Ossington Ave, Local Road Resurfacing and Sanitary Sewer on Geary Ave and Combined Sewer on McCormack Avenue
	Recommended Bidder	Midome Construction Services Ltd.
8	Call Document	Tender Call No. 67-2010, Contract No. 10EY-20RD
	Description	North Queen Street Major Road Rehabilitation Including Sanitary Sewer Replacement and Horner Avenue Sanitary Sewer Replacement.
	Recommended Bidder	Gazzola Paving Limited
9	Call Document	Tender Call No. 84-2010, Contract No. 10EY-13WS
	Description	Replacement of Watermain, Sanitary Sewer, Combined Sewer and Storm Sewer on Bloor Street from Keele Street to the South Kingsway and on Keele Street from Bloor Street to Glenlake Avenue.
	Recommended Bidder	Co-X-Co Construction Limited
10	Call Document	Tender Call No. 37-2010, Contract No. 10EY-17WS
	Description	King Street West Watermain Replacement from Beaty Avenue to Queen Street West.
	Recommended Bidder	1462556 Ontario Inc. o/a Digit Excavating Inc.

## **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**

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

### **(2) APPENDICES – Contract Details**

(2) CONTRACT DETAILS  
APPENDIX #1

Date: April 27, 2010

Call No:

Tender Call: 51-2010, Contract No: 10EY-107TR

Description:

Local Road Resurfacing – Wards 2, 3, 4, 5, 6 & 13, Etobicoke-York District

Call Dates:

Issued March 10, 2010, Closed March 25, 2010

Ward Nos.:

2, 3, 4, 5, 6 & 13

Recommended Bidder:

Sanscon Construction Ltd.

Contract Award Value:

\$3,766,260.60 net of all applicable taxes and charges (corrected price due to mathematical error)  
\$3,823,070.72 net of GST and HST Recoveries

Contract is expected to start on May 3, 2010 and end on October 22, 2010.

Number of Bids:

Seven (7)

Financial Impact:

The total contract award identified in this report is \$3,766,260.60 net of all applicable taxes and charges. The cost to the City net of GST and HST Recoveries is \$3,823,070.72 available in the 2010 Transportation Services Capital Budget in the following account:

CTP310-03 – Local Road Resurfacing - \$3,823,070.72

The Engineering Estimate for this contract is \$4,444,762.22 net of all applicable taxes.

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(2) CONTRACT DETAILS  
APPENDIX # 2

Date: April 28, 2010

Call No:

Request For Quotation No. 3414-10-3027

Description:

The supply, delivery, setting-in-place, installation (turnkey), removal of any debris, training, and service and maintenance of a fully integrated Network Mail Management System, Receiving/Shipping Courier System, Five (5) Mailing Machines, Two (2) Production Console Inserting Systems, Five (5) Stand Alone Tabletop Folding and Inserting Units and One (1) Stand Alone Inkjet Envelope Printer for a sixty (60) month rental period (from May 5, 2010 to May 6, 2015).

Call Dates:

Issued on March 5, 2010, Closed March 26, 2010

Ward No:

All

Recommended Proponent:

Pitney Bowes of Canada

Contract Award Value:

- Date of Award for a period of 60 months: \$1,967,103.60 net of all applicable taxes and charges, \$1,999,698.11 net of GST & HST Recoveries.

The total potential contract award identified in this report is \$1,967,103.60 net of all applicable taxes and charges. The potential cost to the City net of GST and HST Recoveries \$1,999,698.11.

Number of Bids:

Three (3)

Financial Impact:

The total potential contract award identified in this report is \$1,967,103.60 net of all applicable taxes and charges. The potential cost to the City is \$1,999,698.11 net of GST and HST Recoveries. The 2010 funding requirement of \$270,161.20 net of GST & HST Recoveries is included in the 2010 City Clerk's Office Operating Budget. Funding for the remainder of the contract period will be requested in the 2011, 2012, 2013, 2014 and 2015 Operating Budget submissions for City Clerk's Office. Funding details are provided in the table below.

APPENDIX # 2

The cost element for this contract is 4520 and would impact cost centre GV0004.

From date of award to Dec. 31, 2011 (Net of HST Recoveries)		Jan. 1, 2012 to Dec. 31, 2012 (Net of HST Recoveries)	Jan. 1, 2013 to Dec. 31, 2013 (Net of HST Recoveries)	Jan. 1, 2014 to Dec. 31, 2014 (Net of HST Recoveries)	Jan. 1, 2015 to May 6, 2015 (Net of HST Recoveries)	GRAND TOTAL for a sixty (60) month rental (Net of GST & HST Recoveries)
2010	2011					
\$270,161.20	\$399,123.80	\$399,123.80	\$399,123.80	\$399,123.80	\$133,041.71	\$1,999,698.11

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(2) CONTRACT DETAILS  
APPENDIX #3

Date: April 19, 2010

Call No:

Request for Proposal 0613-10-0024

Description:

Supply and delivery of Nutritional Supplements and Tube Feeding products to the City of Toronto's Long-Term Care Homes and Services from June 1, 2010 to March 31, 2012 with the option to renew for three (3) additional and separate one (1) year periods, at the discretion of the City and subject to budget approval. Should the option(s) be exercised, then the General Manager of Long-Term Care Homes and Services will request the Director of Purchasing and Materials Management Division to process the renewals under the same terms and conditions.

Call Dates:

Issued January 18, 2010, Closed February 15, 2010

Ward No:

All

Recommended Proponent:

Nestle Healthcare Nutrition

Contract Award Value:

First Contract term from June 1, 2010 to March 31, 2012.

\$922,546.00 net of all taxes and charges

\$922,546.00 net of GST and HST Recoveries as services are tax exempted

Option Period 1: April 1, 2012 to March 31, 2013

\$503,206.91 net of all taxes and charges

\$503,206.91 net of GST and HST Recoveries as services are tax exempted

Option Period 2: April 1, 2013 to March 31, 2014

\$503,206.91 net of all taxes and charges

\$503,206.91 net of GST and HST Recoveries as services are tax exempted

Option Period 3: April 1, 2014 to March 31, 2015

\$503,206.91 net of all taxes and charges

\$503,206.91 net of GST and HST Recoveries as services are tax exempted

Number of Proposals:

Four (4)

### APPENDIX #3

#### Range of Scores:

Low 74.4 points to High 93.9 points

#### Financial Impact:

The total contract award identified in this report is \$2,432,166.73 net of all applicable taxes and charges. The cost to the City net of GST and HST Recoveries is \$2,432,166.73 as the services are tax exempted. Funding in the total amount of \$538,151.83 net of GST and HST Recoveries is available in the 2010 Long-Term Care Homes and Services Operating Budget in various cost centres.

The balance of the funds of \$384,394.17 net of GST and HST Recoveries for the first term will be budgeted in the 2011 and 2012 Long-Term Care Homes and Services Division Operating Budget submissions. Should the options be exercised, then the additional funds will be requested in the 2012-2015 Operating Budget submissions.

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(2) CONTRACT DETAILS  
APPENDIX # 4

Date: April 27, 2010

Call No:

Request for Proposal 3205-10-7103

Description:

Professional Services for CCTV Inspection, Condition Assessment, and Provision of Renewal Recommendations for Miscellaneous Trunk Sewers

Call Dates:

Issued Friday March 12, 2010, Closed April 1, 2010.

Ward No:

N/A

Recommended Bidder/Proponent:

Andrews Infrastructure

Contract Award Value:

\$2,895,510.00 net of all applicable taxes and charges

\$2,944,270.98 net of GST and HST Recoveries (estimated to start May 1, 2010)

Number of Proposals:

Three (3)

Two (2) proposals met the 75 % technical threshold and had their cost envelopes opened.

Financial Impact:

The total contract award identified in this report is \$2,895,510.00 net of all applicable taxes and charges. The cost to the City net of GST and HST recoveries is \$2,944,270.98. Funding for the contract award is in the 2010 Toronto Water Capital Budget and 2011-2019 Toronto Water Capital Plan. The cash flow funding requirements for this project are as follows:

WBS Element	Description	2010	2011	2012	Total
CWW014-13	Trunk Sewer Rehabilitation	\$506,600.00	\$1,526,400.00	\$911,270.98	\$2,944,270.98

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ng estimate for this project is \$2,500,000.00 net of all taxes.

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(2) CONTRACT DETAILS  
Appendix #5

Date: April 27, 2010

Call No:

Tender Call 001-2010, Contract No: WP-TW-TWOS-MCP-10-00140

Description:

Highland Creek Treatment Plant Dechlorination Upgrades

Call Dates:

Issued February 25, 2010, Closed March 25, 2010

Ward No:

Ward 44 – Scarborough East

Recommended Bidder:

Torbear Contracting Inc.

Total Contract Value:

\$6,479,022.00 net of all applicable taxes and charges

\$6,587,722.79 net of GST and HST Recoveries

Project to start June 2010 and end July 2011

Number of Bids:

2

Financial Impact:

The total contract award identified in this report is \$6,479,022.00 net of all applicable taxes. The cost to the City net of GST and HST Recoveries is \$6,587,722.79. Funding for the contract award in the amount of \$2,131,680.00 in 2010, \$2,951,040.00 in 2011, and \$1,505,052.79 in 2012 all net of GST and HST Recoveries, is included in the 2010 Toronto Water Capital Budget and 2011-2019 Capital Plan in WBS Element CWW036 – Highland Creek Treatment V Yr 2006.

The engineering estimate for this project is \$6,626,692.00 net of all taxes.

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(2) CONTRACT DETAILS  
Appendix #6

Date: April 19, 2010

Call No:

Tender Call 003-2010, Contract TWDO-TW-TWOS-MCP-06-00005

Description:

Wastewater Collection Pumping Station Upgrades and Rehabilitation – Group III

Call Dates:

Issued January 11, 2010, Closed March 5, 2010

Ward Nos:

32, 34, 36, 38, 42, 43, and 44

Recommended Bidder:

Torbear Contracting Inc.

Total Contract Value:

\$7,687,373.00 net of all applicable taxes and charges

\$7,822,670.76 net of HST Recoveries

The project is to start July 2010 and will end January 2012

Number of Bids:

2 Formal, 1 informal and not considered, Total 3

Financial Impact:

This report identifies a total contract award of \$ 7,687,373.00 net of all applicable taxes and charges. The cost to the City net of HST Recoveries is \$7,822,670.76. Funding for the contract award is included in the approved 2010 Toronto Water Capital Budget and 2011-2019 Capital Plan in WBS Element CWW465, Sewer Rehabilitation OPS.

Account	Account Description	2010	2011	2012	Total
CWW465	Sewer Rehabilitation	\$2,035,200.00	\$4,693,594.52	\$1,093,876.24	\$7,822,670.76

The engineering estimate for this project is \$7,740,871.00 net of all taxes.

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Contract Awards – Bid Committee Composite Report – May 5, 2010

(2) CONTRACT DETAILS  
APPENDIX # 7

Date: April 29, 2010

Call No:

Tender Call No. 64-2010, Contract No. 10EY-16RD

Description:

Major Road Resurfacing and Watermain Replacement on Ossington Ave, Local Road Resurfacing and Sanitary Sewer on Geary Ave and Combined Sewer on McCormack Avenue

Call Dates:

Issued March 16, 2010, Closed March 31, 2010

Ward No:

Wards 4 & 17

Recommended Bidder:

Midome Construction Services Ltd.

Contract Award Values\*:

\$1,470,396.44 net of all applicable taxes and charges

\$1,487,649.09 net of GST and HST Recoveries

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

The contract is expected to start on June 7, 2010 and end on August 27, 2010.

Number of Bids:

Five (5)

Financial Impact:

The total contract award identified in this report is \$1,470,396.44 net of all applicable taxes and charges. The cost to the City net of GST and HST Recoveries is \$1,487,649.09. Funding for the contract award is included in the approved 2010 Toronto Water and Transportation Services Capital Budgets and the 2011-2019 Toronto Water Capital Plan.

<b>WBS Element</b>	<b>Description</b>	<b>2010</b>	<b>2011</b>	<b>Total</b>
CTP310-01	Major Road Resurfacing	455,874.24		455,874.24
CTP850-01	ISF - Geary Avenue Resurfacing	231,209.60		231,209.60
CPW542-06	Watermain Replacement	413,492.28	40,469.33	453,961.61
CPW850-01	ISF - Water Service Repair	114,698.27		114,698.27
CPW544-06	Water Service Repair	24,787.47		24,787.47
CWW472-05	Combined Sewer Replacement	193,965.38	13,152.53	207,117.91

APPENDIX # 7

The engineering estimate for this project was \$1,352,480.00 net of GST.

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(2) CONTRACT DETAILS  
APPENDIX # 8

Date: April 29, 2010

Call No:

Tender Call No. 67-2010, Contract No. 10EY-20RD

Description:

North Queen Street Major Road Rehabilitation Including Sanitary Sewer Replacement and Horner Avenue Sanitary Sewer Replacement.

Call Dates:

Issued March 16, 2010, Closed April 1, 2010

Ward No:

Ward 5

Recommended Bidder:

Gazzola Paving Limited

Contract Award Values:

\$3,974,803.10 net of all applicable taxes and charges

\$4,027,270.50 net of GST and HST Recoveries

Contract is expected to start on May 25, 2010 and end on September 24, 2010.

Number of Bids:

9 Formal Bids, 1 Informal Bid (Not Considered), Total 10 Bids

Financial Impact:

The total contract award identified in this report is \$3,974,803.10 net of all applicable taxes and charges. The cost to the City net of GST and HST Recoveries is \$4,027,270.50. Funding for the contract award is included in the approved 2010 Toronto Water and Transportation Services Capital Budgets and the 2011-2019 Capital Toronto Water Capital Plan.

WBS Element	Description	2010	2011	Total
CTP310-01	Major Road Resurfacing	\$1,951,895.03		\$1,951,895.03
CWW472-05	Sanitary Sewer	\$1,906,569.36	\$168,806.11	\$2,075,375.47

The engineering estimate for this project was \$3,765,010.00 net of G.S.T.

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Contract Awards – Bid Committee Composite Report – May 5, 2010

(2) CONTRACT DETAILS  
APPENDIX # 9

Date: April 29, 2010

Call No:

Tender Call No. 84-2010, Contract No. 10EY-13WS

Description:

Replacement of Watermain, Sanitary Sewer, Combined Sewer and Storm Sewer on Bloor Street from Keele Street to the South Kingsway and on Keele Street from Bloor Street to Glenlake Avenue.

Call Dates:

Issued March 25, 2010, Closed April 9, 2010

Ward No:

Ward 13

Recommended Bidder:

Co-X-Co Construction Limited

Contract Award Values:

\$7,810,000.00 net of all applicable taxes and charges

\$7,913,092.00 net of GST and HST Recoveries

Contract is expected to start on May 3, 2010 and end on September 16, 2010.

Number of Bids:

Five (5) Formal Bids.

Financial Impact:

The total contract award identified in this report is \$7,810,000.00 net of all applicable taxes and charges. The cost to the City net of GST and HST Recoveries is \$7,913,092.00. Funding for the contract award is included in the approved 2010 Toronto Water Capital Budget and the 2011-2019 Toronto Water Capital Plan.

WBS Element	Description	2010	2011	Total
CPW542-06	Watermain Replacement	\$4,379,137.91	\$470,808.58	\$4,849,946.49
CPW850-01	ISF - Water Service Repair	\$905,559.61		\$905,559.61
CPW544-06	Water Service Repair	\$566,464.11		\$566,464.11
CWW472-05	Sewer Replacement	\$1,436,589.44	\$154,532.36	\$1,591,121.80

## APPENDIX # 9

The engineering estimate for this project was \$6,643,670.00 net of G.S.T.

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(2) CONTRACT DETAILS  
APPENDIX # 10

Date: April 22, 2010

Call No:

Tender Call No. 37-2010, Contract No. 10EY-17WS

Description:

King Street West Watermain Replacement from Beaty Avenue to Queen Street West.

Call Dates:

Issued February 23, 2010, Closed March 10, 2010

Ward No:

Ward 14 – Parkdale High-Park

Recommended Bidder:

1462556 Ontario Inc. o/a Digit Excavating Inc.

Contract Award Values:

\$1,141,300.00 net of applicable taxes and charges

\$1,151,343.44 net of GST and HST Recoveries

Contract is expected to start on April 28, 2010 and on August 31, 2010.

Number of Bids:

1 Formal Bid, 5 Informal Bids (Not Considered), Total - 6 Bids.

Financial Impact:

The total contract award identified in this report is \$1,141,300.00 net of all applicable taxes and charges. The cost to the City net of GST and HST Recoveries is \$1,151,343.44. Funding for the contract award is included in the approved 2010 Toronto Water Capital Budget and the 2011-2019 Toronto Water Capital Plan.

WBS Element	Description	2010	2011	Total
CPW542-06	Watermain Replacement	\$859,094.08	\$128,117.60	\$987,211.68
CPW850-01	ISF - Water Service Repair	\$157,372.80		\$157,372.80
CPW544-06	Water Service Repair	\$ 6,758.96		\$ 6,758.96

The engineering estimate for this project was \$1,575,900.00 net of G.S.T.

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