

Award of Tender Call No. 68-2010

Date:	June 30, 2010
To:	Bid Committee
From:	Director, Purchasing and Materials Management
Wards:	36
Reference Number:	Tender Call No. 68-2010

SUMMARY

The purpose of this report is to request the Bid Committee to rescind the award of Tender Call No. 68-2010 submitted on June 3, 2010 and approved by the Bid Committee at its meeting of June 9, 2010 in the amount of \$1,127,513.00 net of all applicable taxes and charges. This new report is seeking to increase the contract by \$54,000.00 bringing the new recommended award to \$1,181,513.00 net of all applicable taxes and charges to the same vendor, Rankine Construction Ltd, being the lowest bidder meeting specifications for the supply of all labour, equipment, material and supervision necessary to construct an addition to the Scarborough Village Community Centre.

This error was due the contingency amount being understated by \$54,000.00 in the original composite report. This report is now being submitted to correct the error.

RECOMMENDATIONS

The Director, Purchasing and Materials Management recommends that:

1. Bid Committee rescind its June 9, 2010 decision to award Tender Call No. 68-2010.
2. Bid Committee grant authority to award Tender Call No. 68-2010, for the supply of all labour, equipment, material and supervision necessary to construct an addition to the Scarborough Village Community Centre, to Rankine Construction Ltd., in accordance with the revised Contract Details set out in the Appendix 1 to this report:

Financial Impact

See Appendix 1

DECISION HISTORY

The Bid Committee at its June 9, 2010 meeting awarded Tender Call No. 68-2010 for the supply of all labour, equipment, material and supervision necessary to construct an addition to the Scarborough Village Community Centre to Rankine Construction Ltd. in the amount of \$1,127,513.00 net of all applicable taxes and charges, being the lowest bidder meeting specifications. Subsequent to the award, it has been determined that the contingency amount was understated in the original composite report and needs to be revised. In light of this new information, the original award should be rescinded and the Bid Committee should re-award the contract based on the corrected amount.

COMMENTS

The Tender document submitted by the recommended bidder has been reviewed by the Manager of Parks, Forestry & Recreation and was found to be in conformance with the Tender requirements.

The Parks, Forestry and Recreation Division staff have compared the Tender to the estimated cost, and found the price of the recommended bidder to be reasonable and within the budget available.

The Fair Wage Office has reported that the recommended bidder has indicated that it has reviewed and understands the Fair Wage Policy and Labour Trades requirement and has agreed to comply fully.

CONTACT

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SIGNATURE

L Pagano, P. Eng
Director
Purchasing & Materials Management

ATTACHMENTS

APPENDIX # 1

Date: June 29, 2010

Call No:

Tender Call No. 68-2010

Description:

For the supply of all labour, equipment, material and supervision necessary to construct an addition to the Scarborough Village Community Centre.

Call Dates:

Issued: May 7, 2010, Closed May 25.2010

Ward No:

36

Recommended Bidder:

Rankine Construction Ltd.

Contract Award Value:

\$1,181,513.00 net of all applicable taxes and charges.

\$1,202,307.63 net of HST recoveries.

The construction is expected to commence July 1, 2010 and completed February 28, 2011

Number of Bids/Proposals:

Three (3)

Financial Impact:

The total contract award identified in this report is \$1,181,513.00 net of all applicable taxes and charges. The cost to the City is \$1,202,307.63 net of HST recoveries. Funds are available in the 2010 Parks, Forestry and Recreation Capital Budget in account CPR851-110 (Scarborough Village Community Centre Expansion to create a Community Hub).

The Engineering estimate for this contract is \$1,400,000.00 net of all taxes and charges.

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