



STAFF REPORT ACTION REQUIRED

Contract Awards – October 6, 2010 - Composite Report

Date:	September 30, 2010
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	Request for Quotation No. 6606-10-7196
	Description	For the non-exclusive supply and delivery of liquid chlorine in 907.2 kg cylinders to Toronto Water
	Recommended Bidder	Brenntag Canada Inc.
2	Call Document	Request for Quotation 3601-10-0091
	Description	The supply and delivery of various lumber items to various delivery locations within the City of Toronto, for the period from the date of award to September 30, 2011
	Recommended Bidder	Weston Forest Products
3	Call Document	Tender Call No. 158-2010
	Description	Reconstruction of the structural floor slab and upgrades to the HVAC and electrical systems at the Central Maintenance Garage located at 843 Eastern Avenue

	Recommended Bidder	Albatech Building Restoration Inc
4	Call Document	Request for Proposal 9155-10-7051
	Description	Provision of contracted professional Bailiff Services necessary for the collection of outstanding Property Taxes
	Recommended Proponents	1. A.O. Shingler & Company Ltd. 2. Sterling Bailiffs Inc.
5	Call Document	Tender Call No. 262-2010, Contract No. 10TE-21WS
	Description	Construction of Watermains and Water Services
	Recommended Bidder	614128 Ontario Ltd. O/A Trisan Construction
6	Call Document	Tender Call No. 263-2010, Contract No. 10SC-06RD
	Description	Jeanette Street, Road Reconstruction and Watermain Replacement, and Comrie Terrace Watermain Looping, ISF # 3279.
	Recommended Bidder	Direct Underground 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

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

(2) APPENDICES – Contract Details

(2) CONTRACT DETAILS
APPENDIX # 1

Date: September 21, 2010

Call No:

Request for Quotation No. 6606-10-7196

Description:

For the non-exclusive supply and delivery of liquid chlorine in 907.2 kg cylinders to Toronto Water, water and wastewater treatment facilities on an as and when required basis for a one year period from January 1, 2011 to December 31, 2011 with the option to renew for two (2) additional one year periods at the sole discretion of the City and subject to budget approval.

Call Dates:

Issued on August 12, 2010, Closed on August 27, 2010

Ward No:

All

Recommended Bidder:

Brenntag Canada Inc.

Contract Award Value:

For the period from January 1, 2011 to December 31, 2011

- \$1,121,000.00 net of all applicable taxes and charges
- \$1,266,730.00 including HST and charges
- **\$1,140,729.60 net of HST Recoveries**

Option Year 1 - January 1, 2012 to December 31, 2012

- \$1,216,000.00 net of all applicable taxes and charges
- \$1,374,080.00 including HST and charges
- \$1,237,401.60 net of HST Recoveries

Option Year 2 - January 1, 2013 to December 31, 2013

- \$1,311,000.00 net of all applicable taxes and charges
- \$1,481,430.00 including HST and charges
- \$1,334,073.60 net of HST Recoveries

The total potential contract award identified in this report including all option years is \$3,648,000.00 net of all applicable taxes and charges. **The total potential cost to the City is \$3,712,204.80 net of HST Recoveries;** \$4,122,240.00 including HST and charges.

Number of Bids:

Two (2)

APPENDIX # 1

Financial Impact:

The total potential contract award identified in this report is \$4,122,240.00 including HST and charges. The cost to the City is \$3,712,204.80 net of HST Recoveries. Funding in the amount of \$1,140,729.60 net of HST Recoveries required for the period from January 1, 2011 to December 31, 2011, will be included in the 2011 Toronto Water Operating Budget submission. Should the option years be exercised, then additional funds will be included in the 2012 and 2013 Toronto Water Operating Budget submissions. Funding details are provided in the table below:

Account No	Account Name	January 1 2011 to December 31, 2011 (net of HST Recoveries)	Option year 1 – January 1, 2012 to December 31, 2012 (net of HST Recoveries)	Option year 2 - January 1, 2013 to December 31, 2013 (net of HST Recoveries)
PW100-11	Water Treatment & Supply - R.C. Harris Plant	\$318,203.52	\$345,169.92	\$372,136.32
PW100-13	Water Treatment & Supply – R.L. Clark Plant	\$210,134.40	\$227,942.40	\$245,750.40
PW100-12	Water Treatment & Supply – F.J. Horgan Plant	\$210,134.40	\$227,942.40	\$245,750.40
PW100-14	Water Treatment & Supply – Island Plant	\$132,084.48	\$143,278.08	\$154,471.68
Subtotal for Water Treatment & Supply		\$870,556.80	\$944,332.80	\$1,018,108.80
WW100-13	Wastewater Treatment – Humber Plant	\$270,172.80	\$293,068.80	\$315,964.80
Total		\$1,140,729.60	\$1,237,401.60	\$1,334,073.60
Grand Total		\$3,712,204.80		

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(2) CONTRACT DETAILS
APPENDIX # 2

Date: September 20, 2010

Call No:

Request for Quotation 3601-10-0091

Description:

The supply and delivery of various lumber items to various delivery locations within the City of Toronto, for the period from the date of award to September 30, 2011.

Call Dates:

Issued July 13, 2010, Closed August 3, 2010

Ward No:

All

Recommended Bidder:

Weston Forest Products

Contract Award Value:

\$540,908.50 net of all applicable taxes and charges

\$550,428.49 net of HST Recoveries

\$611,226.61 including all taxes and charges

Number of Bids:

Two (2)

Financial Impact:

The total contract award identified in this report is \$611,226.61 including all taxes and charges. **The cost to the City is \$550,428.49 net of HST Recoveries.** 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. Funding for Fire Services, Solid Waste Management Services, Transportation Services, Facilities Management and Parks, Forestry & Recreation Divisions are available in their 2010 Operating Budgets with the balances of the contracts requested in the 2011 Operating Budget submission. Further details are provided below:

APPENDIX #2

Divisions	Accounts	October 1, 2010 to December 31, 2010 (net of HST Recoveries)	January 1, 2011 to September 30, 2011 (net of HST Recoveries)	Total October 1, 2010 to September 30, 2011 (net of HST Recoveries)
Fire Services	RF0027-GL/2531	\$8,150.65	\$24,451.93	\$32,602.58
Solid Waste Management Services	SW0800-GL2530 SW0805-GL2530 SW0810-GL2530 SW0820-GL2530 SW0825-GL2530 SW0830-GL2530 SW0835-GL2530	\$5,495.97	\$16,487.90	\$21,983.87
Transportation Services	2531	\$7,106.90	\$41,320.68	\$48,427.58
Facilities Management	2530	\$31,318.84	\$93,956.50	\$125,275.34
Parks, Forestry & Recreation	PR-PKS #2530	\$62,030.73	\$186,092.20	\$248,122.93
PMMD Stores	160004 160026 160049 160067 160068 160082 160083 160085	\$18,504.05	\$55,512.14	\$74,016.19
Grand Total				\$550,428.49

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(2) CONTRACT DETAILS
APPENDIX # 3

Date: August 19, 2010

Call No:

Tender Call No. 158-2010

Description:

Reconstruction of the structural floor slab and upgrades to the HVAC and electrical systems at the Central Maintenance Garage located at 843 Eastern Avenue

Call Dates:

Issued May 27, 2010, Closed June 28, 2010

Ward No:

Ward 32 – Beaches- East York

Recommended Bidder:

Albatech Building Restoration Inc.

Contract Award Value:

\$4,173,965.57 net of all applicable taxes and charges

\$4,716,581.09 including HST

\$4,247,427.36 net of HST recoveries

Contract is expected to start on October 1, 2010 and end on December 31, 2011.

Number of Bids:

Three (3) Bids

One (1) Informal Bid

Financial Impact:

The total contract award identified in this report is \$4,716,581.09 including HST. The cost to the City is \$4,247,427.36 net of HST recoveries. Funding for the contract award is included in the approved 2010 Facilities & Real Estate Capital Budget and 2011-2019 Capital Plan as detailed in the table below:

WBS	Year 2010	Year 2011
CCA125-08	\$129,235.20	\$0.00
CCA147-43	\$101,760.00	\$297,240.00
CCA147-46	\$101,760.00	\$271,240.00
CCA181-07	\$385,280.00	\$2,564,912.16
CCA182-06	\$101,760.00	\$294,240.00
Totals	<u>\$819,795.20</u>	<u>\$3,427,632.16</u>

The engineering estimate for this project is \$4,900,000.00 net of all taxes and charges.

APPENDIX # 3

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(2) CONTRACT DETAILS
APPENDIX # 4

Date: September 27, 2010

Call No:

Request for Proposal 9155-10-7051

Description:

Provision of contracted professional Bailiff Services necessary for the collection of outstanding Property Taxes, for a one (1) year period from the date of award, with the option to renew for three (3) additional separate one-year periods at the sole discretion of the City.

Call Dates:

Issued July 29, 2010, Closed August 16, 2010

Ward No:

All

Recommended Proponents:

1. A.O. Shingler & Company Ltd.
2. Sterling Bailiffs Inc.

Contract Award Values:

1. A.O. Shingler & Company Ltd.

One (1) Year Period from Date of award: **\$1,000,000.00 net of all applicable taxes and charges;**
\$1,130,000 including all taxes and charges

Option Year 1: \$1,000,000.00, net of all applicable taxes and charges; \$1,130,000 including all taxes and charges

Option Year 2: \$1,000,000.00 net of all applicable taxes and charges; \$1,130,000 including all taxes and charges

Option Year 3: \$1,000,000.00 net of all applicable taxes and charges; \$1,130,000 including all taxes and charges

Total potential contract award including all option years is \$4,000,000.00 net of all applicable taxes and charges; \$4,520,000 including all taxes and charges.

2. Sterling Bailiffs Inc.

One (1) Year Period from Date of award: **\$1,000,000.00 net of all applicable taxes and charges;**
\$1,130,000 including all taxes and charges

APPENDIX # 4

Option Year 1: \$1,000,000.00, net of all applicable taxes and charges; \$1,130,000 including all taxes and charges

Option Year 2: \$1,000,000.00 net of all applicable taxes and charges; \$1,130,000 including all taxes and charges

Option Year 3: \$1,000,000.00 net of all applicable taxes and charges; \$1,130,000 including all taxes and charges

Total potential contract award including all option years is \$4,000,000.00 net of all applicable taxes and charges; \$4,520,000 including all taxes and charges.

Number of Proposals:

Three (3)

Financial Impact:

The total potential value of the two contract awards identified in this report over the four (4) years is \$9,040,000.00 including all taxes and charges. The potential cost to the City is \$0. Approval of this report will not have a direct impact on the operating budgets of Office of the Treasurer - Revenue Services Division for the contract period.

Note:

The fees associated with retaining bailiff services are commission-based on a fixed percentage of the amounts collected. The taxpayer is responsible for making payment for the bailiff fees and it is the responsibility of the bailiffs to collect their fees directly from the taxpayer.

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(2) CONTRACT DETAILS
APPENDIX # 5

Date: September 30, 2010

Call No:

Tender Call No. 262-2010, Contract No. 10TE-21WS

Description:

Construction of Watermains and Water Services on Beaumont Road from Glen Road to East End, Cluny Drive from Pricefield Road to Rowanwood Avenue, Glen Road from Dale Avenue to Maple Avenue, Glen Road from Maple Avenue to South Drive, Mathersfield Drive from Pricefield Road to North End, Pricefield Road from Mathersfield Drive to Thornwood Road, Roxborough Drive from Glen Road to Binscarth Road, and Severn Street from Rosedale Valley Road to West End in the Toronto & East York District.

Call Dates:

Issued August 18, 2010, Closed September 1, 2010

Ward Nos:

Ward No. 27 – Toronto Centre-Rosedale

Recommended Bidder:

614128 Ontario Ltd. O/A Trisan Construction

Contract Award Value:

\$1,673,976.00 net of all applicable taxes and charges

\$1,891,592.88 including HST and charges

\$1,703,437.98 net of HST Recoveries

Number of Bids:

Seven (7)

Financial Impact:

The total contract award identified in this report is \$1,891,592.88 including HST and charges. The cost to the City is \$1,703,437.98 net of HST Recoveries. Funding for the contract award is included in the 2010 Toronto Water Capital Budget and the 2011-2019 Capital Plan in the following accounts:

APPENDIX # 5

<u>WBS Element</u>	<u>Description</u>	<u>2010 Funds (Net of HST Recoveries)</u>	<u>2011 Funds (Net of HST Recoveries)</u>	<u>Total</u>
<u>CPW542-06</u>	<u>Watermain</u>	<u>\$473,998.49</u>	<u>\$710,997.73</u>	<u>\$1,184,996.22</u>
<u>CPW850-01</u>	<u>ISF Water Services</u>	<u>\$388,815.80</u>	<u>=</u>	<u>\$ 388,815.80</u>
<u>CPW544-06</u>	<u>Water Services</u>	<u>=</u>	<u>\$ 81,370.35</u>	<u>\$ 81,370.35</u>
<u>CPW535-01</u>	<u>Mathersfield Drive Watermain</u>	<u>\$ 48,255.61</u>	<u>=</u>	<u>\$ 48,255.61</u>
<u>Total</u>				<u>\$1,703,437.98</u>

The engineering estimate for this project is \$2,585,500.00 net of all applicable taxes and charges.

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(2) CONTRACT DETAILS
APPENDIX # 6

Date: September 30, 2010

Call No:

Tender Call No. 263-2010, Contract No. 10SC-06RD

Description:

Jeanette Street, Road Reconstruction and Watermain Replacement, and Comrie Terrace Watermain Looping, ISF # 3279.

Call Dates:

Issued August 26, 2010, Closed September 14, 2010

Ward No:

Ward 36-Scarborough Southwest

Recommended Bidder:

Direct Underground Inc.

Contract Award Value:

\$773,265.00 net of all applicable taxes and charges

\$873,789.45 including HST and charges

\$786,874.46 net of HST Recoveries

Number of Bids:

Five (5)

Financial Impact:

The total contract award identified in this report is \$873,789.45 including HST and charges. The cost to the City is \$786,874.46 net of HST Recoveries. Funding for the contract award is included in the approved 2010 Transportation Services & Toronto Water Capital Budget and 2011-19 Capital Plan. The cash flow funding requirements for this project are as follows:

<u>WBS Element</u>	<u>Description</u>	<u>2010</u>	<u>2011</u>	<u>Total (Net of HST Recoveries)</u>
CTP850-09-04	3279 Local Road Reconstruction - Jeanette	\$460,646.15		\$460,646.15
CTP410-01-17	Sidewalks	\$35,416.55		\$35,416.55
CPW850-01-123	3195 Jeanette St from St Clair Ave E	\$59,340.33		\$59,340.33
CPW542-06	WM Replacement Program	\$81,801.81	\$81,801.81	\$163,603.62
CPW535-01	YR04 City Wide Development	\$67,867.81		\$67,867.81
Total		\$705,072.65	\$81,801.81	\$786,874.46

APPENDIX # 6

The engineering estimate for this contract is \$873,880.00 net of all applicable taxes and charges.

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