

Contract Awards – October 27, 2010 - Composite Report

Date:	October 21, 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	Tender Call No. 285-2010
	Description	Accessibility Renovations and New Washrooms, Showers and Lockers at Transportation Services Building located at 1401 Castlefield Avenue, Toronto, Ontario.
	Recommended Bidder	Martinway Contracting Limited
2	Call Document	Tender Call No. 205-2010
	Description	Installation of Sanitary Piping System and Submersible Sanitary Pumps at St. Lawrence Market South, 91 Front Street East, Toronto.
	Recommended Bidder	Active Mechanical Services.
3	Call Document	Request for Quotation 6032-10-7229
	Description	Winter Maintenance Services including Snow and/or Ice clearing, melting, disposal, and salting services for various Toronto Water facilities.

	Recommended Bidders	1. Sunshine Grounds Care 2. Peter Young Ltd. O/A IPS
4	Call Document	Tender Call 134-2009, Contract 09EY-329WS
	Description	Contract No: 09EY-329WS – Replacement of Curb Boxes and Stops by Vacuum Excavation in Various Locations – Etobicoke York District, Option Year
	Recommended Bidder	766585 Ontario Inc. O/A Nu-Con Contracting
5	Call Document	Request for Quotation 0203-10-0105
	Description	For the supply of all labour, materials (consumable), equipment and supervision required to provide Janitorial Services (including set up and Special Events) at various City of Toronto Parks, Forestry and Recreation Division East District locations
	Recommended Bidder	Waterford Building Services

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: October 19, 2010

Call No:

Tender Call No. 285-2010

Description:

Accessibility Renovations and New Washrooms, Showers and Lockers at Transportation Services Building located at 1401 Castlefield Avenue, Toronto, Ontario.

Call Dates:

Issued September 9, 2010, Closed September 28, 2010

Ward No:

Ward 15 – Eglinton-Lawrence

Recommended Bidder:

Martinway Contracting Limited

Contract Award Value:

\$752,120.00 net of all applicable taxes and charges

\$849,895.60 including HST and charges

\$765,357.31 net of HST recoveries

Contract is expected to start on November 30, 2010 and end on March 31, 2011.

Number of Bids:

Five (5) Formal Bids, One (1) Informal Bid (not considered), Total – Six (6) Bids

Financial Impact:

The contract award identified in this report is \$849,895.60 including HST and charges. The cost to the City is \$765,357.31 net of HST recoveries. Funding is included in the 2010 Transportation Services Capital Budget, WBS # CTP850-10-04 (Transportation Facility Improvements).

The engineering estimate for this project is \$598,690.00 net of all taxes and charges. The original engineering estimate did not account for market conditions attributed to ISF projects being tendered now for completion before March 2011. Furthermore, the estimate did not forecast the premiums associated with doing exterior construction work during the winter months.

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(2) CONTRACT DETAILS
APPENDIX #2

Date: October 19, 2010

Call No:

Tender Call No. 205-2010

Description:

Installation of Sanitary Piping System and Submersible Sanitary Pumps at St. Lawrence Market South, 91 Front Street East, Toronto.

Call Dates:

Issued June 24, 2010, Closed July 23, 2010

Ward No:

Ward 20 – Trinity-Spadina

Recommended Bidder:

Active Mechanical Services.

Contract Award Value:

\$612,000.00 net of all applicable taxes and charges

\$691,560.00 including HST and charges

\$622,771.20 net of HST recoveries

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

Number of Bids:

Five (5) Formal Bids, One (1) Informal Bid (not considered), Total – Six (6) Bids

Financial Impact:

The contract award identified in this report is \$691,560.00 including HST and charges. The cost to the City is \$622,771.20 net of HST recoveries. Funding is included in the 2010 Facilities & Real Estate Capital Budget, WBS # CCA182-08 (\$622,771.20)

The engineering estimate for this project is \$640,000.00 net of all taxes and charges.

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(2) CONTRACT DETAILS
Appendix #3

Date: October 12, 2010

Call No:
Request for Quotation 6032-10-7229

Description:

Winter Maintenance Services including Snow and/or Ice clearing, melting, disposal, and salting services for various Toronto Water facilities for the period November 1, 2010 to April 15, 2013 with the option to renew for two (2) additional separate one (1) year periods at the sole discretion of the City and subject to budget approval. Should the option(s) to renew be exercised then the General Manager of Toronto Water will instruct the Director of Purchasing and Materials Management to process the renewals under the same terms and conditions.

Call Dates:

Issued September 16, 2010, Closed October 5, 2010

Ward No.

All

Recommended Bidders:

1. Sunshine Grounds Care
2. Peter Young Ltd. O/A IPS

Contract Award Values:

1. Sunshine Grounds Care*

November 1, 2010 to April 15, 2013

- \$375,600.00 net of all applicable taxes and charges
- \$424,428 including all applicable taxes and charges
- **\$382,210.56 net of HST Recoveries**

Option Year 1- November 1, 2013 to April 15, 2014

- \$118,656.00 net of all applicable taxes and charges
- \$134,081.28 including all applicable taxes and charges
- \$120,744.35 net of HST Recoveries

Option Year 2- November 1, 2014 to April 15, 2015

- \$122,215.68 net of all applicable taxes and charges
- \$138,103.72 including all applicable taxes and charges
- \$124,366.68 net of HST Recoveries

The total potential Contract award including all option years is \$616,471.68 net of all applicable taxes and charges; \$696,613.00 Including all applicable taxes and charges; \$627,321.59 net of HST Recoveries.

2. Peter Young Ltd. O/A IPS

November 1, 2010 to April 15, 2013, 2013

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- \$282,750.00 net of all applicable taxes and charges
- \$319,507.50 including all applicable taxes and charges
- **\$287,726.40 net of HST Recoveries**

Option Year 1- November 1, 2013 to April 15, 2014

- \$86,777.50 net of all applicable taxes and charges
- \$98,058.58 including all applicable taxes and charges
- \$88,304.78 net of HST Recoveries

Option Year 2- November 1, 2014 to April 15, 2015

- \$88,513.05 net of all applicable taxes and charges
- \$100,019.75 including all applicable taxes and charges
- \$90,070.88 net of HST Recoveries

The total potential contract award including all option years is \$458,040.55 net of all applicable taxes and charges; \$517,585.82 including all applicable taxes and charges; \$466,102.06 Net of HST Recoveries

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

Number of Bids:

For Work Area 1: Five (5) Formal, one (1) bid non-compliant and not considered, total six (6)

For Work Area 2: Six (6) Formal.

Financial Impact:

The total potential value of the two contract awards including optional services identified in this report is \$1,074,512.23 net of all applicable taxes and charges. The cost to the City is \$1,093,423.65 net of HST Recoveries. Funds in the amount of \$76,152.10 net of HST Recoveries for the contract period from November 1, 2010 to December 31, 2010 are available in the approved 2010 Toronto Water Operating Budget in Cost Centre WW2055 within cost element 4410; the balance of funds for the first term from January 1, 2011 to April 15, 2013 in the amount of \$593,784.86 net of HST Recoveries will be included in the Toronto Water Division's 2011-2013 Operating Budget submissions under WW1182 within cost element 4409. Should the option(s) to renew be exercised, then additional funds will be included in the 2013, 2014 and 2015 Operating Budget submissions under WW1182 within cost element 4409.

Estimated cash flows are provided in the following table:

Contract Period – Nov. 1, 2010 to April 15, 2013			
November 1, 2010 to December 31, 2010 (Net of HST Recoveries)	January 1, 2011 to December 31, 2011 (Net of HST Recoveries)	January 1, 2012 to December 31, 2012 (Net of HST Recoveries)	January 1, 2013 to April 15, 2013 (Net of HST Recoveries)
\$76,152.10	\$219,920.31	\$219,920.31	\$153,944.24

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Option Year 1		Option Year 2	
November 1, 2013 to December 31, 2013 (Net of HST Recoveries)	January 1, 2014 to April 15, 2014 (Net of HST Recoveries)	November 1, 2014 to December 31, 2014 (Net of HST Recoveries)	January 1, 2015 to April 15, 2015 (Net of HST Recoveries)
\$62,714.74	\$146,334.39	\$64,331.27	\$150,106.29

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(2) CONTRACT DETAILS
APPENDIX #4

Date: October 12, 2010

Call No:

Tender Call 134-2009, Contract 09EY-329WS

Description:

Contract No: 09EY-329WS – Replacement of Curb Boxes and Stops by Vacuum Excavation in Various Locations – Etobicoke York District, Option Year

The award for the option year was not originally reported to the Bid Committee. Toronto Water now requires a Bid Committee report to move forward with the option year from October 1, 2010 to September 30, 2011, as is permitted in the original Terms and Conditions.

Call Dates:

Issued June 5, 2009, Closed July 3, 2009

First year awarded on August 26, 2009

Option year to extend the term of the Contract Agreement for a further period of one (1) year from October 1, 2010 to September 30, 2011.

Ward No:

1-7, 11-13, 17

Recommended Bidder:

766585 Ontario Inc. O/A Nu-Con Contracting

Contract Award Value – Option Year:

\$604,178.29 net of taxes and charges

\$682,721.46 inclusive of HST and charges

\$614,811.82 net of HST Recoveries

Number of Bids:

Two

Financial Impact:

The first year was awarded at Bid Committee for the total amount of \$593,250.00 net of GST. The second year option allowed for an increase in accordance with the CPI Index. The total estimated expenditure for this contract including the option year will be \$1,218,061.82 net of GST and HST Recoveries.

The total contract award identified in this report for the option year is \$682,721.46 inclusive of HST and charges. The cost to the City net of HST Recoveries is \$ 614,811.82.

Funding for 2010 portion of the award of the option period is included in the approved 2010 Toronto Water Operating Budget. Additional funds will be requested in the 2011 Toronto Water Operating Budget submission and was available in the 2010 Toronto Water Operating Budget base. Funding details are shown in the following table:

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WBS Element	October 1, 2010 to December 31, 2010 (Net of HST Recoveries)	January 1, 2011 to September 30, 2011 (Net of HST Recoveries)	Total (Net of HST Recoveries)
PW2014 #4424	\$0.00	\$185,203.20	\$185,203.20
PW2017 #4424	\$151,803.82	\$277,804.80	\$429,608.62
Total	\$151,803.82	\$463,008.00	\$614,811.82

The engineering estimate for this project is \$650,000.00 excluding applicable taxes.

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(2) CONTRACT DETAILS
APPENDIX # 5

Date: October 8, 2010

Call No:

Request for Quotation 0203-10-0105

Description:

For the supply of all labour, materials (consumable), equipment and supervision required to provide Janitorial Services (including set up and Special Events) at various City of Toronto Parks, Forestry and Recreation Division East District locations, for the period of November 1, 2010 to October 31, 2011, with the option to renew for four (4) 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 Manager of Community Recreation of the Parks Forestry and Recreation Division will request the Director of Purchasing and Materials Management Division to process the renewals under the same terms and conditions.

Call Dates:

Issued September 10, 2010, Closed September 29, 2010

Ward No:

Wards 35, 36, 37 38, 39, 40, 41, 42, 43, 44

Recommended Bidder:

Waterford Building Services

Contract Award Value:

First Contract term from November 1, 2010 to October 31, 2011

\$2,699,811.80 (includes a contingency allowance of \$200,000.00) net of all taxes and charges

\$2,747,328.48 net of HST Recoveries

\$3,050,787.33 including all taxes and charges

Option Period 1: November 1, 2011 to October 31, 2012

\$2,724,809.92 (includes a contingency allowance of \$200,000.00) net of all taxes and charges

\$2,772,766.57 net of HST Recoveries

\$3,079,035.21 including all taxes and charges

Option Period 2: November 1, 2012 to October 31, 2013

\$2,750,058.01 (includes a contingency allowance of \$200,000.00) net of all taxes and charges

\$2,798,459.03 net of HST Recoveries

\$3,107,565.56 including all taxes and charges

APPENDIX # 5

Option Period 3: November 1, 2013 to October 31, 2014

\$2,775,558.60 (includes a contingency allowance of \$200,000.00) net of all taxes and charges

\$2,824,408.43 net of HST Recoveries

\$3,136,381.22 including all taxes and charges

Option Period 4: November 1, 2014 to October 31, 2015

\$ 2,801,314.19 (includes a contingency allowance of \$200,000.00) net of all taxes and charges

\$2,850,617.32 net of HST Recoveries

\$3,165,485.03 including all taxes and charges

The total potential contract award identified in this report is including option years and contingency is \$13,751,552.52 net of all applicable taxes and charges. **The total potential cost to the City including option years (net of HST Recoveries) is \$13,993,579.84.**

Number of Bids:

Two (2) formal bids, one (1) non-compliant bid, total of three (3) bids

Financial Impact:

The total potential contract award identified in this report is including option years and contingency is \$15,539,254.35 including all applicable taxes and charges. The total potential cost to the City net of HST Recoveries is \$13,993,579.84. The 2010 funding requirement of \$457,888.08 net of HST Recoveries is included in the 2010 Parks, Forestry, and Recreation Division's Operating Budget under various cost centres within cost elements 4415 and 4995. Funding for the remainder of the contract period will be requested in the 2011, 2012, 2013, 2014 and 2015 Parks Forestry and Recreation Division's Operating Budget submissions in various cost centres within cost element 4415. Funding details are provided in the table below.

Nov 1, 2010 to Dec 31, 2010 (net of HST Recoveries)	Jan 1, 2011 to Oct 31, 2011 (net of HST Recoveries)	(Option Year 1) Nov 1, 2011 to Oct 31, 2012 (net of HST Recoveries)	(Option Year 2) Nov 1, 2012 to Oct 31, 2013 (net of HST Recoveries)	(Option Year 3) Nov 1, 2013 to Oct 31, 2014 (net of HST Recoveries)	(Option Year 4) Nov 1, 2014 to Oct 31, 2015 (net of HST Recoveries)
\$457,888.08	\$2,289,440.40	\$2,772,766.57	\$2,798,459.03	\$2,824,408.43	\$2,850,617.33

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