



BID COMMITTEE CONTRACT AWARD

Award of Request for Quotation No. 3907-13-7274 to TBG Landscape Inc. for Erosion Protection and Restoration Work

Date:	February 3, 2014
To:	Bid Committee
From:	Director, Purchasing and Materials Management

RECOMMENDATIONS

The Director of Purchasing and Materials Management recommends that the Bid Committee grant authority to award the following contract:

Call No:	RFQ #3907-13-7274
Description:	<p>For the supply of all labour, materials and equipment necessary for Erosion Protection and Restoration Work for the Toronto Water, from the date of award to February 16, 2015, with the option to renew the Contract for additional two (2) separate one (1) year periods at the sole discretion of the City and subject to budget approval(s). Should the option(s) be exercised, then the General Manager of Toronto Water, or designate, will request the Director of Purchasing and Materials Management to process the renewals under the same terms and conditions.</p> <p>Locations for the work will be divided as "East of Yonge Street" (Part A) and "West of Yonge Street" (Part B) within the borders of the City of Toronto.</p>
Recommended Bidder:	Part A – TBG Landscape Inc. Part B – TBG Landscape Inc.
Contract Award Value:	<p>Part A – East of Yonge Street</p> <p>Date of Award to February 16, 2015 \$836,000.00 net of all applicable taxes and charges \$944,680.00 including all applicable taxes and charges \$850,713.60 net of HST recoveries</p> <p>Option Year 1 – February 17, 2015 to February 16, 2016 \$861,080.00 net of all applicable taxes and charges \$973,020.40 including all applicable taxes and charges \$876,235.01 net of HST recoveries</p>

	<p>Option Year 2 – February 17, 2016 to February 16, 2017 \$886,912.40 net of all applicable taxes and charges \$1,002,211.01 including all applicable taxes and charges \$902,522.06 net of HST recoveries</p> <p>Part A: The total potential contract award identified in this report including all option years is \$2,919,911.41 including all applicable taxes and charges, and \$2,583,992.40 net of all applicable taxes and charges. The total potential cost to the City including all option years is \$2,629,470.67 net of HST recoveries.</p> <p>Part B – West of Yonge Street</p> <p>Date of Award to February 16, 2015 \$791,000.00 net of all applicable taxes and charges \$893,830.00 including all applicable taxes and charges \$804,921.60 net of HST recoveries</p> <p>Option Year 1 – February 17, 2015 to February 16, 2016 \$814,730.00 net of all applicable taxes and charges \$920,644.90 including all applicable taxes and charges \$829,069.25 net of HST recoveries</p> <p>Option Year 2 – February 17, 2016 to February 16, 2017 \$839,171.90 net of all applicable taxes and charges \$948,264.25 including all applicable taxes and charges \$853,941.33 net of HST recoveries</p> <p>Part B: The total potential contract award identified in this report including all option years is \$2,762,739.15 including all applicable taxes and charges, and \$2,444,901.90 net of all applicable taxes and charges. The total potential cost to the City including all option years is \$2,487,932.18 net of HST recoveries.</p> <p>The Grand Total potential contract award (Part A, Part B) identified in this report including all option years is \$5,682,650.56 including all applicable taxes and charges, \$5,028,894.30 net of all applicable taxes and charges. The Grand Total potential cost to the City including all option years is \$5,117,402.85 net of HST recoveries.</p> <p>The above costs reflect an estimated 3% increase in the Consumer Price Index for each Option Year.</p>
--	-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

Financial Impact:

Part A – East of Yonge Street

The total potential contract award identified in this report including all option years is \$2,919,911.41 including all applicable taxes and charges. The total potential cost to the City is \$2,629,470.67 net of HST recoveries.

Part B – West of Yonge Street

The total potential contract award identified in this report including all option years is \$2,762,739.15 including all applicable taxes and charges. The total potential cost to the City is \$2,487,932.17 net of HST recoveries.

Funding for this contract award is included in the 2014 Approved Capital Budget and the 2015-2023 Approved Capital Plan for Toronto Water under the Stream Restoration project (WBS Element CWW466-03), as shown in the tables below.

Should the City choose to exercise its option to renew for an additional two (2) separate one (1) year periods, then appropriate additional funding, if needed, will be included in the 2015 Capital Budget and the 2016-2024 Capital Plan for Toronto Water under the same project.

Part A: East of Yonge Street

Account	Date of Award to December 31, 2014 (net of HST recoveries)	January 1, 2015 to February 16, 2015 (net of HST Recoveries)	Option Year 1 February 17, 2015 to December 31, 2015 (net of HST Recoveries)	Option Year 1 January 1, 2016 to February 16, 2016 (net of HST Recoveries)	Option Year 2 February 17, 2016 to December 31, 2016 (net of HST Recoveries)	Option Year 2 January 1, 2017 to February 16, 2017 (net of HST Recoveries)	Total (net of HST Recoveries)
CWW466-03	\$744,374.40	\$106,339.20	\$766,705.63	\$109,529.38	\$789,706.80	\$112,815.26	\$2,629,470.67

Part B: West of Yonge Street

Account	Date of Award to December 31, 2014 (net of HST recoveries)	January 1, 2015 to February 16, 2015 (net of HST Recoveries)	Option Year 1 February 17, 2015 to December 31, 2015 (net of HST Recoveries)	Option Year 1 January 1, 2016 to February 16, 2016 (net of HST Recoveries)	Option Year 2 February 17, 2016 to December 31, 2016 (net of HST Recoveries)	Option Year 2 January 1, 2017 to February 16, 2017 (net of HST Recoveries)	Total (net of HST Recoveries)
CWW466-03	\$704,306.40	\$100,615.20	\$725,435.59	\$103,633.66	\$747,198.66	\$106,742.67	\$2,487,932.18

CALL SUMMARY

Ward No:	All	
Call Dates:	Issued: November 13, 2013, Closed: December 5, 2013	
# of Addenda Issued:	Two (2)	
Part A (East of Yonge Street) – Number of Bids:	Firm Name:	Bid Price (Incl. HST)
	1. Quantum Murray LP 2. TBG Landscape Inc. 3. Dynex Construction Inc. 4. 560789 Ontario Limited o/a R+M Construction	\$610,555.44* ** \$944,680.00** \$945,346.70 \$1,587,480.50

	<p>* The submission from Quantum Murray LP was deemed non-compliant as they did not meet the mandatory requirements of the RFQ.</p> <p>**Prices were corrected for mathematical errors. Purchasing and Materials Management has verified that the mathematical errors were corrected.</p>	
Part B (West of Yonge Street) – Number of Bids:	Firm Name:	Bid Price (Incl. HST)
	1. Quantum Murray LP 2. TBG Landscape Inc. 3. Dynex Construction Inc. 4. 560789 Ontario Limited o/a R+M Construction 5. Cedar Springs Landscape Group Ltd.	\$585,657.36* ** \$893,830.00** \$945,346.70 \$1,587,480.50 \$1,609,509.85
	<p>* The submission from Quantum Murray LP was deemed non-compliant as they did not meet the mandatory requirements of the RFQ.</p> <p>**Prices were corrected for mathematical errors. Purchasing and Materials Management has verified that the mathematical errors were corrected.</p>	
Division Contacts	Victor Tryl, Manager Professional Services Purchasing & Materials Management Division Telephone: 416-397-4801 E-Mail: vtryl@toronto.ca	Don Sorel, Manager Divisional Operations Services Toronto Water Division Telephone: 416-392-9334 E-Mail: dsorel@toronto.ca

COMMENTS

For the recommended contract award, 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 appropriate Division has reviewed submissions and found the price to be reasonable, within available budget and concurs with the recommendation;
- (c) the total contract value is less than \$20 million dollars (excluding applicable taxes) and the contract term is:
 - i. for a contract funded by the operating budget, 5 years or less including any option years; or
 - ii. for a contract funded by the capital budget, within the projected term of the capital funding for the project as set out in the capital budget,

being within the authority of the Bid Committee;

- (d) there are no material written objections to the award;
- (e) the call document was advertised on the City's internet website and bids or proposals were opened publicly; and
- (f) 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.

Michael Pacholok
Director, Purchasing and Materials Management Division