



## BID COMMITTEE CONTRACT AWARD

### Award of Tender Call No. 54-2015 to Direct Underground Inc. for Cedarvale Avenue - Combined Sewer Replacement

<b>Date:</b>	March 23, 2015
<b>To:</b>	Bid Committee
<b>From:</b>	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:

<b>Call No:</b>	Tender Call No. 54-2015
<b>Description:</b>	Contract No. 15ECS-LI-16SU for Cedarvale Avenue – Combined Sewer Replacement
<b>Recommended Bidder:</b>	Direct Underground Inc.
<b>Contract Award Value:</b>	<p>\$2,708,835.00 net of all applicable taxes and charges                  \$3,060,983.55 including all applicable taxes and charges  <b>\$2,756,510.50 net of HST recoveries</b></p> <p><b>Contract is expected to start on date of award and end in June 30, 2016.</b></p>

### Financial Impact:

The contract award identified in this report is \$3,060,983.55 including all applicable taxes and charges. The cost to the City is \$2,756,510.50 net of HST recoveries. Funding in the amount of \$2,401,694.75 is included in the 2015 Approved Capital Budget and 2016-2024 Approved Capital Plan for Toronto Water. Funding in the amount of \$305,304.58 is included in the 2015 Approved Capital Budget and 2016-2024 Approved Capital Plan, and funding in the amount of \$49,511.17 is included in the 2015 Approved Operating Budget for Transportation Services. Funding details are provided below:

WBS Element/Cost Centre	Description	Date of Award to December 31, 2015 (net of HST recoveries)	January 1 to June 30, 2016 (net of HST recoveries)	Total (net of HST recoveries)
CWW472	Dist. Sewer Replacement	\$1,319,641.77	\$439,880.59	\$1,759,522.36
CPW544	YR 06 Dist Water Service Repair	\$481,629.29	\$160,543.10	\$642,172.39
CTP314-04-129	Local Road Reconstruction	\$305,304.58		\$305,304.58
TP0131	RW Cut Repair-D1-SM	\$35,152.93		\$35,152.93
TP0132	RS Cut Repair-D1-SM	14,358.24		\$14,358.24
Total		\$2,156,086.81	\$600,423.69	\$2,756,510.50

The engineering estimate for this project is \$2,160,410.40 net of all taxes and charges.

## CALL SUMMARY

<b>Ward No:</b>	31 – Beaches - East York	
<b>Call Dates:</b>	Issued: February 24, 2015; Closed: March 13, 2015	
<b># of Addenda Issued:</b>	Four (4)	
<b>Number of Bids:</b> 3	<b>Firm Name</b>	<b>Bid Price (Incl. HST)</b>
	Direct Underground Inc. CG Construction Services Ltd. Drainstar Contracting Ltd.	\$ 3,060,983.55* \$ 4,927,497.21* \$ 5,589,590.20
	*Tender prices were corrected for mathematical errors. Purchasing and Materials Management has verified that the mathematical errors were corrected.	
<b>Division Contacts</b>	Joanne Kehoe Manager, Purchasing & Materials Management Construction Services Telephone: (416) 392-7323 e-mail: <a href="mailto:jkehoe@toronto.ca">jkehoe@toronto.ca</a>	John Kelly Director, Engineering & Construction Services Design & Construction Telephone: (416) 392-0867 e-mail: <a href="mailto:jkelly@toronto.ca">jkelly@toronto.ca</a>

## 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.

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Michael Pacholok  
Director, Purchasing and Materials Management Division