

**BID AWARD PANEL
CONTRACT AWARD****Award of Tender Call No. 113-2018 to Southland Mole
of Canada | Astaldi Canada Design & Construction
Joint Venture for Construction of New Outfall at
Ashbridges Bay Treatment Plant**

Date: November 5, 2018
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: Ward 32 – Beaches – East York

RECOMMENDATIONS

The Chief Purchasing Officer recommends that the Bid Award Panel, pursuant to Section 195-8.3(2) of the Municipal Code, Chapter 195, Purchasing, exercise the power of a Standing Committee to grant authority to award the following contract:

Call Number:
Tender Call No. 113-2018, Contract 18ECS-MI-03AB

Description:
Construction of the Ashbridges Bay Treatment Plant Outfall.

Recommended Bidder:
Southland Mole of Canada | Astaldi Canada Design & Construction Joint Venture

Contract Award Value:
\$264,834,697 net of all applicable taxes and charges
\$299,263,208 including HST and all applicable charges
\$269,495,788 net of HST recoveries

Contract is expected to start on the date of award and end on December 31, 2023.

FINANCIAL IMPACT

The total contract award identified in this report is \$299,263,208 including provisional items, contingency allowances, all applicable taxes and charges. The cost to the City is \$269,495,788 net of HST recoveries.

The engineering estimate for this project is \$317,199,100 net of all taxes and charges.

Funding is included in Toronto Water's 2018-2027 Approved Capital Budget and Plan under account CWW039-06 Outfall Construction, and the projected cash flow is summarized in Table 1.

Table 1: Financial Impact Summary of the Recommended Contract

WBS Element & Account Name	Year	Total
CWW039-06 Outfall Construction	Date of Award to Dec. 31, 2018	\$1,500,000
	Jan. 1, 2019 to Dec. 31, 2019	\$30,000,000
	Jan. 1, 2020 to Dec. 31, 2020	\$52,000,000
	Jan. 1, 2021 to Dec. 31, 2021	\$57,000,000
	Jan. 1, 2022 to Dec. 31, 2012	\$62,000,000
	Jan. 1, 2023 to Dec. 31, 2023	\$52,000,000
	Jan. 1, 2024 to Dec. 31, 2024	\$14,995,788
Total (Net of HST Recoveries)		\$269,495,788

CALL SUMMARY

Call Issued: May 10, 2018

Call Closed: July 26, 2018

Number of Addenda Issued: Eight (8)

Number of Bids: Three (3)

Table 1: Summary of Bids Received for Tender No. 113-2018, including bid price

Bidder Name	Bid Price (including H.S.T.)
Southland Mole of Canada Astaldi Canada Design & Construction Joint Venture	\$ 299,263,207.61
McNally/Traylor JV	\$ 317,073,480.00
Strabag Inc.	\$ 331,416,416.00

DIVISION CONTACTS

Jackie Kennedy, Acting Manager, Professional Services, Tel: 416-397-4801, Email: Jackie.Kennedy@toronto.ca

COMMENTS

For the recommended contract award, the following requirements have been met:

a. City Council is in election recess and pursuant to the Municipal Code, Chapter 195, Purchasing, Sections 195-8.3(2), the Bid Award Panel has authority to exercise the power of a Standing Committee to make an award that exceeds \$20,000,000 (excluding applicable taxes);

b. The firm recommended for award is the lowest bidder meeting specifications based on the evaluation criteria included in the call and meeting the requirements of the call;

c. the appropriate Division has reviewed submissions and found the price to be reasonable, within available budget and concurs with the recommendation;

d. the contract term is:

1. for a contract funded by the operating budget, 5 years or less including any option years; or

2. 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 delegated authority of the Bid Award Panel;

e. there are no material written objections to the award;

f. the call document was advertised on the City's internet website and bids were opened publicly; and

g. 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

Michael Pacholok
Chief Purchasing Officer