



BID AWARD PANEL CONTRACT AWARD

Award of Request for Quotation No. 3907-18-5049 to Tribro Group Ltd, Furcon Environmental Inc., Index Construction Inc. and Arlen Investment Group Ltd. For Minor Building Repairs and Alterations at various City of Toronto's Children's Services Locations

Date: December 20, 2018
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: All

RECOMMENDATIONS

The Chief Purchasing Officer recommends that the Bid Award Panel grant authority to award the following contract:

Call Number:
RFQ No. 3907-18-5049

Description:

For the supply and delivery of all labour and materials equipment, tools and supervision necessary to perform Minor Building Repairs and Alterations at various Child Care Centres and District Office Locations throughout the City of Toronto on an as and when required basis for a one (1) year period from the date of award, with the option to renew for four (4) additional one year periods.

Should the option(s) be exercised, then the General Manager, Children's Services will request the Chief Purchasing Officer to process the renewals under the same terms and conditions.

Recommended Bidder For Northwest District (Wards: 1, 2, 5, 6, 7, & 8):
Tribro Group LTD

Contract Award Value:
\$ 661,137 net of all applicable taxes and charges
\$ 747,085 including all applicable taxes and charges
\$ 672,773 net of HST recoveries

Contract is expected to start from the date of award and end on December 31, 2019

Option Year 1 – January 01, 2020 to December 31, 2020
\$ 680,971 net of all applicable taxes and charges
\$ 769,497 including all applicable taxes and charges
\$ 692,956 net of HST recoveries

Option Year 2 – January 01, 2021 to December 31, 2021
\$ 701,400 net of all applicable taxes and charges
\$ 792,582 including all applicable taxes and charges
\$ 713,745 net of HST recoveries

Option Year 3 – January 01, 2022 to December 31, 2022
\$ 722,442 net of all applicable taxes and charges
\$ 816,360 including all applicable taxes and charges
\$ 735,157 net of HST recoveries

Option Year 4 – January 01, 2023 to December 31, 2023
\$ 744,116 net of all applicable taxes and charges
\$ 840,851 including all applicable taxes and charges
\$ 757,212 net of HST recoveries

The total potential cost to the City, including the option years, is \$ 3,571,845 net of HST recoveries. The total potential **contract** award, including the option years, is \$3,510,068 including all applicable taxes and charges, \$ 3,966,377 net of all applicable taxes and charges.

Recommended Bidder for South East District (Wards: 13, 14, 15, 16, 19, 20 & 21):
Index Construction

Contract Award Value:
\$ 695,283 net of all applicable taxes and charges
\$ 785,670 including all applicable taxes and charges
\$ 707,520 net of HST recoveries

Contract is expected to start from the date of award and end on December 31, 2019

Option Year 1 – January 01, 2020 to December 31, 2020
\$ 716,142 net of all applicable taxes and charges
\$ 809,240 including all applicable taxes and charges
\$ 728,746 net of HST recoveries

Option Year 2 – January 01, 2021 to December 31, 2021
\$ 737,626 net of all applicable taxes and charges
\$ 833,518 including all applicable taxes and charges
\$ 750,608 net of HST recoveries

Option Year 3 – January 01, 2022 to December 31, 2022
\$ 759,755 net of all applicable taxes and charges
\$ 858,523 including all applicable taxes and charges
\$ 773,127 net of HST recoveries

Option Year 4 – January 01, 2023 to December 31, 2023
\$ 782,548 net of all applicable taxes and charges
\$ 884,279 including all applicable taxes and charges
\$ 796,321 net of HST recoveries

The total potential cost to the City, including the option years, is \$3,756,324 net of HST recoveries. The total potential contract award, including the option years, is \$4,171,233 including all applicable taxes and charges, \$3,691,356 net of all applicable taxes and charges.

Recommended Bidder for the North East District (Wards 17, 18, 22, 23, 24 & 25):
Arlen Investment Group Ltd.

Contract Award Value:
\$ 641,004 net of all applicable taxes and charges
\$ 724,334 including all applicable taxes and charges
\$ 652,285 net of HST recoveries

Contract is expected to start from the date of award and end on December 31, 2019

Option Year 1 – January 01, 2020 to December 31, 2020
\$ 660,234 net of all applicable taxes and charges
\$ 746,064 including all applicable taxes and charges
\$ 671,854 net of HST recoveries

Option Year 2 – January 01, 2021 to December 31, 2021
\$ 680,041 net of all applicable taxes and charges
\$ 768,446 including all applicable taxes and charges
\$ 692,009 net of HST recoveries

Option Year 3 – January 01, 2022 to December 31, 2022
\$ 700,442 net of all applicable taxes and charges
\$ 791,499 including all applicable taxes and charges
\$ 712,770 net of HST recoveries

Option Year 4 – January 01, 2023 to December 31, 2023
\$ 721,455 net of all applicable taxes and charges
\$ 815,244 including all applicable taxes and charges
\$ 734,153 net of HST recoveries

The total potential cost to the City, including the option years, is \$3,463,073 net of HST recoveries. The total potential contract award, including the option years, is \$3,845,590 including all applicable taxes and charges, \$ 3,403,177 net of all applicable taxes and charge

Recommended Bidder for the South West District (Wards 3, 4, 9, 10, 11 & 12):
Furcon Environmental

Contract Award Value:

\$ 595,525 net of all applicable taxes and charges
\$ 672,943 including all applicable taxes and charges
\$ 606,006 net of HST recoveries

Contract is expected to start from the date of award and end on December 31, 2019

Option Year 1 – January 01, 2020 to December 31, 2020

\$ 613,391 net of all applicable taxes and charges
\$ 693,131 including all applicable taxes and charges
\$ 624,186 net of HST recoveries

Option Year 2 – January 01, 2021 to December 31, 2021

\$ 631,792 net of all applicable taxes and charges
\$ 713,925 including all applicable taxes and charges
\$ 642,912 net of HST recoveries

Option Year 3 – January 01, 2022 to December 31, 2022

\$ 650,746 net of all applicable taxes and charges
\$ 735,343 including all applicable taxes and charges
\$ 662,199 net of HST recoveries

Option Year 4 – January 01, 2023 to December 31, 2023

\$ 670,269 net of all applicable taxes and charges
\$ 757,403 including all applicable taxes and charges
\$ 682,065 net of HST recoveries

The total potential cost to the City, including the option years, is \$ 3,217,368 net of HST recoveries. The total potential contract award, including the option years, is \$3,572,747 including all applicable taxes and charges, \$3,161,723 net of all applicable taxes and charges.

The total potential contract award identified in this report, including all four (4) Contractors and all option years, is \$ 15,099,638 including all applicable taxes and charges. The total potential cost to the City, including all option years is \$ 14,008,613 net of HST recoveries.

The above cost calculations for the option years reflect an estimated 3% increase in the consumer price index (CPI)-all items.

FINANCIAL IMPACT

The total potential contract award identified in this report, including all four (4) Contractors and all option years, is \$ 15,099,638 including all applicable taxes and charges. The total potential cost to the City, including all option years is \$ 14,008,613 net of HST recoveries.

Funding in the amount of \$ 2,638,586 Net of HST recoveries has been included in the 2019 Operating Budget Submission for Children's Services. Should the City choose to exercise renewal options, funding will be included in the future-year Operating Budget Submission for Children's Services. Funding details follow in Table 1:

Table 1: Financial Impact Summary of Recommended Contract

DESCRIPTION	Cost Center : E0552M Cost Element : 4407				TOTAL PER YEAR :
	NORTH WEST	SOUTH EAST	NORTH EAST	SOUTH WEST	
	TRIBO	INDEX	ARLEN INVESTMENT	FURCON	
Contract Award to December 31, 2019					
1st year net of HST recoveries	\$672,773	\$707,520	\$652,285	\$606,006	\$2,638,586
Option Year 1 – January 01, 2020 to December 31, 2020					
1st Option year net of HST recoveries	\$692,956	\$728,746	\$671,854	\$624,186	\$2,717,743
Option Year 2 – January 01, 2021 to December 31, 2021					
2nd Option year net of HST recoveries	\$713,745	\$750,608	\$692,009	\$642,912	\$2,799,276
Option Year 3 – January 01, 2022 to December 31, 2022					
3rd Option year net of HST recoveries	\$735,157	\$773,127	\$712,770	\$662,199	\$2,883,254
Option Year 4 – January 01, 2023 to December 31, 2023					
4th Option year net of HST recoveries	\$757,212	\$796,321	\$734,153	\$682,065	\$2,969,752
TOTAL AMOUNT:					
Total net of HST Recoveries	3,571,845	3,756,324	3,463,073	3,217,369	14,008,613

CALL SUMMARY

Call Issued: October 18, 2018

Call Closed: November 02, 2018

Number of Addenda Issued: 0 (None)

Number of Bids: Eleven (11)

Table 2: Summary of Bids Received for 3907-18-5049 without HST

<u>Bidder Name</u>	<u>*Evaluated Bid (excluding HST) and including Prompt Payment Discount and Miscellaneous Items</u>
Tibro Group Ltd	\$ 2,247,867.52
The Arlen Investment Corporation Ltd.	\$ 2,307,614.40
Index Construction Inc.	\$ 2,363,965.24
Furcon Environmental Inc.	\$ 2,382,100.00
Cosar General Contracting	\$ 2,465,379.20
B.E. Gilmore Contracting Group Inc.	\$ 2,606,119.16
Canada Construction Ltd.	\$ 2,667,593.20
VF Group Inc.	\$ 2,756,220.00
New Park Contracting Inc.	\$ 3,036,660.00
Joe Pace & Sons Contracting Inc.	\$ 3,995,000.00
Morosons Construction Ltd.	\$ 5,515,440.00

*the amounts indicated above are for all districts

DIVISION CONTACTS

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Nino Dodaro, Acting Program Manager, Children's Services Asset Management Unit Telephone: (416) 392- 3341 Email: ndodaro@toronto.ca

COMMENTS

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

- (a) The firms recommended for award are 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:

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 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.

SIGNATURE

Michael Pacholok
Chief Purchasing Officer