



BID AWARD PANEL CONTRACT AWARD

Award of Tender Call No. 207-2018 to KAPP Infrastructure Inc. for the Construction of Sewers and Watermains Associated with the Basement Flooding Protection Program

Date: February 1, 2019
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: 2

RECOMMENDATIONS

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

Call Number:

Tender Call No. 207-2018; Contract No. 18ECS-LU-13FP

Description:

Storm sewers, watermain, and related improvements for Basement Flooding Protection Program Phase 4 Assignment 8-04B on Kipling Avenue, Great Oak Drive, Rathburn Road and Random Street

Recommended Bidder:

KAPP Infrastructure Inc.

Contract Award Value:

\$6,755,146 net of all applicable taxes and charges
\$7,633,314 including HST and all applicable charges
\$6,874,036 net of HST recoveries

Contract is expected to start April 3, 2019 and end in December of 2020.

FINANCIAL IMPACT

The total contract award identified in this report is \$7,633,314 including all applicable taxes and charges. The cost to the City is \$6,874,036 net of HST recoveries.

Funding is included in the 2018 Approved Capital Budget and 2019-2027 Approved Capital Plan for Toronto Water. Funding details follow in Table 1.

Table 1: Financial Impact Summary for Contract No. 18ECS-LU-13FP

WBS Element	Description	2019	2020	Total (net of HST Recoveries)
CWW421-17-09	BASEMENT FLOODING RELIEF - GROUP 4	\$1,970,832	\$2,408,795	\$4,379,627
CPW542-23-27	WATERMAIN REPLACEMENT - 2018	\$721,442	\$881,762	\$1,603,204
CPW544-21-07	2019 WATER SERVICE REPLACEMENT - SOGR	\$401,042	\$490,163	\$891,206
Total		\$3,093,316	\$3,780,720	\$6,874,036

The engineering estimate for this project is \$6,989,576 net of HST recoveries.

CALL SUMMARY

Call Issued: November 7, 2018 **Call Closed:** December 14, 2018
Number of Addenda Issued: Two (2)
Number of Bids: Eight (8)

Table 2: Bidders and Bid Prices for Tender Call No. 207-2018

Bidder Name	Bid Price (including HST)
KAPP Infrastructure Inc.	\$7,633,314.49
Memme Infrastructure Contractors	\$8,181,591.27
GFL Infrastructure Inc.	\$9,030,009.99*
Clearway Construction Inc.	\$9,145,365.96*
Drainstar Contracting Ltd.	\$9,858,717.23*
Timbel Ltd.	\$9,882,177.70*,**
Dom-Meridian Construction Ltd.	\$9,946,051.44*,**
King Cross Contracting Ltd.	\$10,974,583.90*,**

*Tender Price corrected for mathematical errors. PMMD has verified that the mathematical errors were corrected.

** The Bid was found non-compliant with the requirements of the Tender.

DIVISION CONTACTS

Sabrina Dipietro, Acting Manager, Construction Services, Purchasing & Materials Management Division. Tel: 416-397-4809, email: Sabrina.Dipietro@toronto.ca

Dan Campeanu, Manager, Engineering & Construction Services
Tel: 416-392-8854, email: Dan.Campeanu@toronto.ca

COMMENTS

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

- a. The bidder recommended for award meets the experience quality based on the evaluation criteria included in the tender and has the lowest bid price;
- 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 Award Panel;

- d. there are no material written objections to the award;
- e. the call document was advertised on the City's internet website and bids 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