



BID AWARD PANEL CONTRACT AWARD

Award of Request for Quotation No. 3919-19-7042 to Rafat General Contractor Inc. for Fill Removal as required by Toronto Water

Date: April 11, 2019
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:
Request for Quotation No. 3919-19-7042

Description:
The non-exclusive provision for of all labour, materials and equipment necessary to load, transport and dispose of fill, concrete and asphalt material from Toronto Water Construction Districts "Toronto, East York & Scarborough" (Part A) and "Etobicoke York & North York" (Part B) for one year from date of award with the option to renew for three (3) additional one year periods.

Recommended Bidder:
Part A: Rafat General Contractor Inc.
Part B: Rafat General Contractor Inc.

Contract Award Value:

Part A: Rafat General Contractor Inc.
\$1,026,663 net of all applicable taxes and charges
\$1,160,129 including all applicable taxes and charges
\$1,044,731 net of HST recoveries

To start on the date of award and end on March 31, 2020

Option Period 1 – April 1, 2020 to March 31, 2021
\$1,057,462 net of all applicable taxes and charges
\$1,194,933 including all applicable taxes and charges
\$1,076,074 net of HST recoveries

Option Period 2 – April 1, 2021 to March 31, 2022

\$1,089,187 net of all applicable taxes and charges
\$1,230,781 including all applicable taxes and charges
\$1,108,356 net of HST recoveries

Option Period 3 – April 1, 2022 to March 31, 2023

\$1,121,862 net of all applicable taxes and charges
\$1,267,704 including all applicable taxes and charges
\$1,141,607 net of HST recoveries

The total potential cost for Part A including the option years is \$4,370,770 net of HST recoveries, \$4,295,173 net of all taxes and charges and \$4,853,546 including all applicable taxes and charges.

Part B: Rafat General Contractor Inc.

\$2,595,263 net of all applicable taxes and charges
\$2,932,647 including all applicable taxes and charges
\$2,640,939 net of HST recoveries

To start on the date of award and end on March 31, 2020

Option Period 1 – April 1, 2020 to March 31, 2021

\$2,673,121 net of all applicable taxes and charges
\$3,020,626 including all applicable taxes and charges
\$2,720,168 net of HST recoveries

Option Period 2 – April 1, 2021 to March 31, 2022

\$2,753,314 net of all applicable taxes and charges
\$3,111,245 including all applicable taxes and charges
\$2,801,773 net of HST recoveries

Option Period 3 – April 1, 2022 to March 31, 2023

\$2,835,914 net of all applicable taxes and charges
\$3,204,583 including all applicable taxes and charges
\$2,885,826 net of HST recoveries

The total potential cost for Part B including the option years is \$11,048,705 net of HST recoveries, \$10,857,611 net of all taxes and charges and \$12,269,100 including all applicable taxes and charges.

The total potential cost to the City including the option years for both parts is \$15,419,475 net of HST recoveries. The total potential contract award is \$17,122,645 including all applicable taxes and charges, \$15,152,784 net of all applicable taxes and charges.

Contract is expected to start on date of award and end one year from date of award with the option to renew the Contract for three (3) additional and separate one (1) year periods.

The above cost calculations for the Option Year(s) reflects an estimated 3% increase in the Consumer Price Index – All Items.

FINANCIAL IMPACT

The total potential contract award identified in this report including the option years is \$15,152,784 net of all applicable taxes and charges, \$17,122,645 including all applicable taxes and charges. The cost to the City is \$15,419,475 net of HST recoveries.

Funding is included in the 2019 Operating Budget for Toronto Water. Should the City choose to exercise its option to renew the contract for three (3) additional separate one (1) year periods, then appropriate additional funding, if needed, will be included in the 2020-2022 Operating Budget Submission for Toronto Water. Funding details follow in Table 1.

Table 1: Financial Impact Summary of Recommended Contract:

Cost Centre / Description	Date of Award to Dec. 31, 2019	Jan. 1, 2010 to March 31, 2020	Optional Period 1: April 1, 2020 to March 31, 2021	Optional Period 2: April 1, 2021 to March 31, 2022	Optional Period 3: April 1, 2022 to March 31, 2023	Total (net of HST Recoveries)
TW2030 – 4416, 4424 Construction Services – North & West	\$783,549	\$261,183	\$1,076,074	\$1,108,356	\$1,141,607	\$4,370,770
TW2040-4416, 4424 Construction Services - South & East	\$1,980,704	\$660,235	\$2,720,168	\$2,801,773	\$2,885,826	\$11,048,705
Total (Net of HST Recoveries)	\$2,764,253	\$921,418	\$3,796,242	\$3,910,129	\$4,027,433	\$15,419,475

CALL SUMMARY

Call Issued: January 23, 2019
Number of Addenda Issued: One (1)
Number of Bids: Four (4)

Call Closed: February 19, 2019

Table 2: Summary of Bids Received for Contract No. 3919-19-7042 (Part A) including bid price:

Bidder Name	Bid Price (including H.S.T.)
Rafat General Contractor Inc.	\$1,160,128.63
Capital Utility Services Inc.	\$1,202,687.25
Trisan Construction	\$1,421,828.43
Ontario Trucking and Disposal Ltd.	\$1,530,867.50

Table 3: Summary of Bids Received for Contract No. 3919-19-7042 (Part B) including bid price:

Bidder Name	Bid Price (including H.S.T.)
Rafat General Contractor Inc.	\$2,932,646.63
Trisan Construction	\$3,153,756.55
Capital Utility Services Inc.	\$3,451,764.39
Ontario Trucking and Disposal Ltd.	\$3,616,706.25

DIVISION CONTACTS

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COMMENTS

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

a. The firm recommended for award is the lowest bidder meeting specifications 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 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 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