



BID AWARD PANEL CONTRACT AWARD

Award of Tender Call No. 39-2019 to Rabcon Contractors Ltd. for Installation of New Residential Water and Sewer Connections and Associated Works within the Toronto, East York Districts

Date: April 9, 2019
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: 9, 10, 11, 12, 13, 14, 19

RECOMMENDATIONS

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

Call Number:

Tender Call No. 39-2019, Contract No. 19TW-DC-305OCS

Description:

Installation of New Residential Water and Sewer Connections and Associated Works within the Toronto, East York Districts from the date of award to April 30, 2020 with the option to renew for one (1) additional, separate one (1) year period as required by Toronto Water Division

Recommended Bidder:

Rabcon Contractors Ltd.

Contract Award Value:

\$2,930,990 net of all applicable taxes and charges
\$3,312,019 including all applicable taxes and charges
\$2,982,575 net of HST recoveries

Contract is expected to start on date of award and end on April 30, 2020.

Option Period 1 – May 1, 2020 to Apr 30, 2021

\$3,018,920 net of all applicable taxes and charges
\$3,411,379 including all applicable taxes and charges
\$3,072,053 net of HST recoveries

The total potential contract award including additional option year is \$6,054,628 net of HST recoveries, \$5,949,910 net of all taxes and charges and \$6,723,398 including all applicable taxes and charges.

The above cost calculations for the Option Year reflects an estimated 3% increase as per the Consumer Price Index (CPI).

FINANCIAL IMPACT

The total potential contract award identified in this report, including all option years, is \$6,723,398 including all applicable taxes and charges. The total potential cost to the City, including the option years is \$6,054,628 net of HST recoveries.

Funding is included in the 2019 Approved Capital Budget and 2020-2028 Approved Capital Plan for Toronto Water. Funding details follow in Table 1.

Table 1: Financial Impact Summary of Recommended Contract:

Account	Description	Year 1: Date of Award to Apr 30, 2020	Optional Period 1: May 1, 2020 to Apr 30, 2021	Total (net of HST Recoveries)
CPW600-02-10	New Service Connections – Site Servicing	\$2,982,575	\$3,072,053	\$6,054,628

CALL SUMMARY

Call Issued: March 8, 2019

Call Closed: March 29, 2019

Number of Addenda Issued: One (1)

Number of Bids: Four (4)

Table 2: Summary of Bids Received for Tender Call Number 39-2019

Bidder Name	Bid Price (including H.S.T.)
Rabcon Contractors Ltd.	\$ 3,312,018.70
OJCR Construction Ltd.	\$ 3,784,935.00
Utility Force Construction Inc.	\$ 4,140,094.00
Trisan Construction	\$ 8,009,349.60

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