



BID AWARD PANEL CONTRACT AWARD

Award of Tender Call No. 5-2019 to 2489960 Ontario Inc. for the Watermain and Substandard Water Service Replacements on Various Streets in Scarborough and North York District, Including Local Road Resurfacing on Pell Street and Local Road Reconstruction on Whitburn Avenue and Pickering Street.

Date: June 18, 2019
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: Wards 6, 17, 19 and 20.

RECOMMENDATIONS

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

Call Number:

Tender Call No. 5-2019, Contract No.19ECS-LU-06SU.

Description:

Watermain and substandard water service replacements on various streets in Scarborough and North York District, including local road resurfacing on Pell Street and local road reconstruction on Whitburn Avenue and Pickering Street.

Recommended Bidder:

2489960 Ontario Inc.

Contract Award Value:

\$11,666,572 net of all applicable taxes and charges
\$13,183,226 including HST and all applicable charges
\$11,871,903 net of HST recoveries

Contract is expected to start on date of award and end on December 31, 2021.

FINANCIAL IMPACT

The total contract award identified in this report is \$13,183,226 including all applicable taxes and charges. The cost to the City is \$11,871,903 net of HST recoveries.

Funding is included in the 2019 Approved Capital Budgets and 2020-2028 Approved Capital Plans for Toronto Water and Transportation Services as well as the 2019 Approved Operating Budget for Transportation Services. Funding for subsequent years will be requested, as required, in the 2020 and 2021 Operating Budget Submissions for Transportation Services. Funding details are summarized as follows:

Table 1: Financial Impact Summary for Recommended Contract

WBS Element / Cost Element	Description	Date of Award to Dec. 31, 2019	Jan. 1, 2020 to Dec. 31, 2020	Jan. 1, 2021 to Dec. 31, 2021	Total (net of HST recoveries)
CPW542-25-02	Dist W/M Replacement – 2019	\$2,254,320	\$644,092	\$322,045	\$3,220,457
CPW542-26-05	Watermain Upgrades - 2019	\$2,527,896	\$722,256	\$361,127	\$3,611,279
CPW544-21-09	2019 Water Service Replacement - SOGR	\$1,760,718	\$503,063	\$251,529	\$2,515,310
CTP315-07-326	Local Road Rehabilitation	\$1,548,863	\$442,533	\$221,265	\$2,212,661
CTP315-06-355	Major Road Rehabilitation	\$17,060	\$4,875	\$2,436	\$24,371
CTP315-09-277	Major Road Pooled Contingency	\$175,651	\$50,186	\$25,092	\$250,929
TP0191, GL4503	Utility Cut – Roadway / Roadside	\$7,381	\$25,830	\$3,685	\$36,896
	TOTALS	\$8,291,889	\$2,392,835	\$1,187,179	\$11,871,903

The engineering estimate for this project is \$15,768,092 net of all taxes and charges.

CALL SUMMARY

Call Issued: March 19, 2019

Call Closed: April 15, 2019

Number of Addenda Issued: Three (3)

Number of Bids: Three (3)

Table 2: Summary of Bids Received for Tender Call No. 5-2019 including bid price

Firm Name	Bid Price (Including HST)
2489960 Ontario Inc.	\$13,183,226 *
Gio Crete Construction Ltd.	\$16,453,503 *
Grascan Construction Ltd.	\$30,300,300

* Tender prices were corrected for mathematical errors. Purchasing and Materials Management has verified that the mathematical errors were corrected.

DIVISION CONTACTS

Sabrina Dipietro, Acting Manager, Construction Services, Purchasing & Materials Management, (416) 397-4809, Sabrina.Dipietro@toronto.ca

Michael Popik, Manager, Standalone Underground, Design & Construction - Linear Underground Infrastructure, Engineering & Construction Services, Telephone: (416) 392-8487, E-mail: Michael.Popik@toronto.ca

COMMENTS

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

- a. The firm recommended for award is 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 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