



BID AWARD PANEL CONTRACT AWARD

Award of Tender Doc. No. 1722208722 for the Ashbridges Bay Treatment Integrated Pumping Station - Construction Contract No. 2

Date: August 2, 2019
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: 14

RECOMMENDATIONS

The Chief Purchasing Officer recommends that the Bid Award Panel, pursuant to Section 195-8.3(2) of the Municipal Code, Chapter 195, Purchasing, exercise the power of a Standing Committee to grant authority to award the following contract:

Call Number:
Tender Doc. No. 1722208722

Description:
Ashbridges Bay Treatment Plant Integrated Pumping Station - Construction Contract No. 2 that involve deep excavation, tunnels and screening building shaft.

Recommended Bidder:
STRABAG Inc.

Contract Award Value:
\$141,715,036 net of all applicable taxes and charges
\$160,137,991 including HST and all applicable charges
\$144,209,221 net of HST recoveries

Contract is expected to start on date of award and end on by December 31, 2023.

FINANCIAL IMPACT

In accordance with Section 195-8.4A of Toronto Municipal Code Chapter 195 (Purchasing By-Law), granted authority to award Tender Doc. No. 1722208722, for the construction of the Ashbridges Bay Treatment Plant Integrated Pumping Station – Construction Contract No. 2 to STRABAG Inc. in the amount of \$141,715,036 net of all applicable taxes and charges (\$144,209,221 net of HST recoveries) having submitted the lowest compliant bid and meeting the specifications in conformance with the Tender requirements. The awarded amount includes a contingency allowance of \$21,979,810

net of all applicable taxes and charges, on the base scope of work to cover contingencies and/or additional work or services under the construction contract to address any unforeseen conditions which may arise during construction which is consistent with City practice.

Funding is available in the Toronto Water 2019 Approved Capital Budget and 2020-2028 Approved Capital Plan under account CWW040-08 as summarized in the table below (net of HST recoveries):

Table 1: Financial Impact Summary of Recommended Contract

| | |
|-------------------------------|-------------------------------|
| WBS Element | CWW040-08 |
| Description | M & T Pumping Station Rebuild |
| Date of award to Dec 31, 2019 | \$5,000,000 |
| Jan 1, 2020 to Dec 31, 2020 | \$40,575,000 |
| Jan 1, 2021 to Dec 31, 2021 | \$45,000,000 |
| Jan 1, 2022 to Dec 31, 2022 | \$42,998,140 |
| Jan 1, 2023 to Dec 31, 2023 | \$10,636,081 |
| Total (net of HST recoveries) | \$144,209,221 |

The engineering estimate for this project is \$147,843,706 net of all taxes and charges.

CALL SUMMARY

Call Issued: April 1, 2019

Call Closed: June 26, 2019

Number of Addenda Issued: 11

Number of Bids: 4

Table 2: Summary of Bids Received for Ariba Doc 1722208722 including bid price

| Bidder Name | Bid Price (including H.S.T.) |
|-------------------------------|------------------------------|
| McNally Construction Inc. | \$190,998,487.30 |
| North Tunnel Constructors ULC | \$292,090,230.90 |
| Southland Mole of Canada | \$184,169,004.60 |
| STRABAG Inc. | \$135,300,805.38 |

*A contingency of 20% has been added to the contract award value. Purchasing and Materials Management has agreed with adding this contingency as per the Tender document.

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 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 more 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 since City Council is in summer recess;

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