

# BID AWARD PANEL CONTRACT AWARD

# Award of Tender Doc. No. 1854281986 to MJ Dixon Construction Limited for Renovation of a Seniors Shelter, at 2671 Islington Ave

**Date:** September 19, 2019 **To:** Bid Award Panel

From: Chief Purchasing Officer

Wards: 1

#### RECOMMENDATIONS

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

# **Call Number:**

Tender Doc. No. 1854281986

# **Description:**

Renovation of a Seniors Shelter, Located at 2671 Islington Ave.

#### Recommended Bidder:

MJ Dixon Construction Limited

# **Contract Award Value:**

\$8,293,000 net of all applicable taxes and charges \$9,371,090 including HST and all applicable charges \$8.438.957 net of HST recoveries

Contract is expected to start on date of award and end on December 31, 2020.

# FINANCIAL IMPACT

The total contract award identified in this report is \$9,371,090 including all applicable taxes and charges. The cost to the City is \$8,438,957 net of HST recoveries and is included in the 2019 Approved Capital Budget and 2020-2028 Approved Capital Plan for Shelter Support and Housing Administration. The anticipated expenditure split is \$246,000 net of HST recoveries in 2019 and \$8,192,957 net of HST recoveries in 2020. Additional funding details follow in Table 1.

**Table 1: Financial Impact Summary of Recommended Contract** 

WBS Element	Description	Total (Net of HST Recoveries)
CHS-044-03	Renovation of a Seniors Shelter	\$ 8,138,957
CHS-044-03	Contingency Allowance	\$ 300,000
Total Cost		\$ 8,438,957

The engineering estimate for this project is \$9,087,011 net of all applicable taxes and charges.

# **CALL SUMMARY**

Call Issued: July 4, 2019 Call Closed: August 27, 2019

Number of Addenda Issued: Six (6)

Number of Bids: Four (4)

Table 2: Summary of Bids Received for Tender Doc. No. 1854281986 including bid price.

Bidder Name	Bid Price (Including H.S.T.)
MJ Dixon Construction Ltd.	\$9,371,090
ROSSCLAIR Contractors Inc.	\$10,820,541
Strut-Con Construction Ltd.*	\$10,717,259
Direct Construction Company Ltd.*	\$13,911,995

<sup>\*</sup> Bidder was found non-compliant with mandatory requirements.

# **DIVISION CONTACTS**

Sabrina Dipietro, Acting Manager, Construction Services, Purchasing & Materials Management, 416-397-4809, <a href="mailto:sabrina.dipietro@toronto.ca">sabrina.dipietro@toronto.ca</a>

John Andonov, Manager, Project Management Office, Corporate Real Estate Management, 416-397-0812, john.andonov@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