



BA53.4

BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc. No. 1969360603 to 2489960 Ontario Inc. for Laneway Reconstruction, Major Roads Resurfacing and Watermain Replacements on Various Streets

Date: Oct 22, 2019
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: Wards 3, 8, 12, and 13

RECOMMENDATIONS

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

Call Number:
Ariba Doc. No. 1969360603, Contract No. 19ECS-TI-102LR.

Description:
Local Road Resurfacing, Local Road Reconstruction, Sidewalk Reconstruction and Water Services Replacement on various streets in the Toronto East York, North York, and Etobicoke-York Districts.

Recommended Bidder:
2489960 Ontario Inc.

Contract Award Value:
\$12,021,614 net of all applicable taxes and charges
\$13,584,423 including HST and all applicable charges
\$12,233,194 net of HST recoveries

**Contract is expected to start on date of award and be completed no later than
August 22, 2020**

FINANCIAL IMPACT

The total contract award identified in this report is \$13,584,423 including all applicable taxes and charges. The cost to the City is \$12,233,194 net of HST recoveries.

Funding is included in the 2019 Approved Capital Budgets and 2020-2028 Approved Capital Plans for Transportation Services and Toronto Water. Funding details are summarized as follows:

Table 1: Financial Impact Summary of Recommended Contract (net of HST Recoveries)

WBS Element	Description	2019	2020	2021	TOTAL
CTP315-06-368	Major Roads Rehabilitation	\$28,058	\$533,097		\$561,154
CTP315-05-128	Laneways	\$50,291	\$955,536		\$1,005,827
CTP315-09-300	Major SOGR Pooled Contingency			\$163,342	\$163,342
	Total Transportation	\$78,349	\$1,488,632	\$163,342	\$1,730,323
CPW542-25-17	DIST W/M REPLACEMENT – 2019	\$32,410	\$918,296	\$129,642	\$1,080,348
CPW544-21-29	2019 WATER SERVICE REPLACEMENT - SOGR	\$0	\$616,144	\$84,020	\$700,164
CPW542-26-11	WATERMAIN UPGRADES - 2019	\$261,671	\$7,414,006	\$1,046,683	\$8,722,359
	Total Toronto Water	\$294,081	\$8,948,445	\$1,260,345	\$10,502,871
		\$372,430	\$10,437,078	\$1,423,686	\$12,233,194

The engineering estimate for this project is **\$9,178,952** net of all taxes and charges.

CALL SUMMARY

Call Issued: Sep 13, 2019

Call Closed: Oct 1, 2019

Number of Addenda Issued: Five (5)

Number of Bids: Five (5)

Table 2: Summary of Bids Received for Ariba Doc. No 1969360603 including bid price.

Bidder Name	Bid Price (including H.S.T.)
2489960 Ontario Inc.	\$13,584,423
Direct Underground Inc.	\$14,375,517*
CRCE Construction Ltd.	\$14,617,433*
Midome Construction Services Ltd.	\$16,498,170
IL Duca Contracting Inc.	\$19,935,076

* Tender prices were corrected for mathematical errors. Purchasing & 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

Frank Clarizio, Director, Design & Construction, Transportation Infrastructure,
Engineering & Construction Services, (416) 392-8412, Frank.Clarizio@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