

# BID AWARD PANEL CONTRACT AWARD

Award of Tender Call No. 232-2019 to Pegah Construction Ltd. for Construction of New Fire Station 144, Located at 2945 Keele Street, Toronto.

**Date:** December 12, 2019 **To:** Bid Award Panel

**From:** Chief Purchasing Officer **Wards:** York Centre - Ward 6

#### RECOMMENDATIONS

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

#### **Call Number:**

Tender Call No. 232-2019

## **Description:**

Construction of New Fire Station 144 (Station B Downsview), Located at 2945 Keele Street, Toronto, ON

#### **Recommended Bidder:**

Pegah Construction Ltd.

#### **Contract Award Value:**

\$ 7,969,000 net of all applicable taxes and charges \$ 9,004,970 including HST and all applicable charges

\$ 8,109,254 net of HST recoveries

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

#### FINANCIAL IMPACT

The total contract award identified in this report is \$9,004,970 including all applicable taxes and charges. The cost to the City is \$8,109,254 net of HST recoveries

Sufficient funding is included in the 2020-2029 Staff Recommended Capital Plans for Toronto Fire Services and Corporate Real Estate Management to support the construction of the new fire station (Station B, Downsview), as noted in Table 1 below:

Table 1: Financial Impact Summary of Recommended Contract

WBS Element	2020	2021	Total Cost (net of HST Recoveries)
CFR091-01	\$3,500,000	\$3,900,191	\$7,400,191
CCA250-12	\$300,000	\$409,063	\$709,063
Totals	\$3,800,000	\$4,309,254	\$8,109,254

The estimate for this project is \$6,650,960 net of all applicable taxes and charges.

### **CALL SUMMARY**

Call Issued: August 29, 2019 Call Closed: October 8, 2019

Number of Addenda Issued: Three (3)

Number of Bids: Three (3)

Table 2: Summary of Bids Received for Tender No. 232-2019 including bid price

Bidder Name	Bid Price (Including H.S.T.)	
Pegah Construction Ltd.	\$9,004,970 *	
Jasper Construction Corp.	\$8,923,610 *	
M.J. Dixion Construction Ltd.	\$9,031,864 *	

<sup>\*</sup> Alternative prices have been added as allowed for in the Tender document. The Bid listed under Contract Award value on page 1 is the adjusted bid

#### **DIVISION CONTACTS**

Sabrina Dipietro, Acting Manager, Purchasing, Finance & Treasury Services (416) 397-4809, Sabrina.Dipietro@toronto.ca

John Andonov, Manager, Project Management Office, Facilities Management, (416) 397-0812, <a href="mailto:John.Andonov@toronto.ca">John.Andonov@toronto.ca</a>

## **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