



BID AWARD PANEL CONTRACT AWARD

Award of Request for Proposal No. 9117-19-7089 to WSP Canada Group Limited for Watermain Rehabilitation and Cathodic Protection Program Management

Date: December 17, 2019
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: All

RECOMMENDATIONS

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

Call Number:
Request for Proposal (RFP) No. 9117-19-7089

Description:
Professional Services for Watermain Rehabilitation and Cathodic Protection Program Management for Design, Construction and Post-Construction from the date of award for One year period providing Design Services in 2020 and Construction Services in 2021, with the option to renew the contract for two (2) additional separate one (1) year periods for both Design Services and Construction Services to be exercised at the sole discretion of the City and subject to budget approval.

Should the option year(s) be exercised, then the General Manager of Toronto Water will request the Chief Purchasing Officer to process the renewals under the same terms and conditions.

Recommended Bidder:
WSP Canada Group Limited

Contract Award Value:
Date of award to December 31, 2021 (Design in 2020 and Construction in 2021)
\$6,337,007 net of all applicable taxes and charges
\$7,160.817 including HST and all applicable charges
\$6,448,538 net of HST recoveries

Option Year 1 – January 1, 2021 to December 31, 2022 (Design in 2021 and Construction in 2022)

\$6,527,117 net of all applicable taxes and charges

\$7,375,642 including HST and all applicable charges

\$6,641,994 net of HST recoveries

Option Year 2 - January 1, 2022 to December 31, 2023 (Design in 2022 and Construction in 2023)

\$6,722,930 net of all applicable taxes and charges

\$7,596,911 including HST and all applicable charges

\$6,841,254 net of HST recoveries

*Award value includes a 3% CPI increase from the previous contract year.

The total potential contract award including all option years is \$19,587,052 net of all applicable taxes and charges. \$22,133,369 including all applicable taxes and charges. The cost to the City is \$19,931,784 net of HST recoveries.

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

FINANCIAL IMPACT

The total potential contract award, including all option years, identified in this report is \$22,133,369 including all applicable taxes and charges. The total potential cost to the City is \$19,931,784 net of HST recoveries.

Funding for this contract award, as well for 2 additional and separate one (1) year periods should they be exercised by the City, is included in the 2020-2029 Approved Capital Budget and Plan for Toronto Water as summarized below:

The cash flow funding requirement for this project are summarized in the following table:

Table 1: Financial Impact Summary of Recommended Contract including all two option years

Dates	Account CPW543-04 - Watermain Structural Lining
Date of Award to December 31, 2020	\$ 1,401,982
January 1, 2021 to December 31, 2021	\$ 4,927,540
January 1, 2022 to December 31, 2022 (Warranty Period Year 1)	\$ 59,508
January 1, 2023 to December 31, 2023 (Warranty Period Year 2)	\$ 59,508
Total (Net of HST Recoveries)	\$ 6,448,538
Option Year 1	
January 1, 2021 to December 31, 2021	\$ 1,444,041

January 1, 2022 to December 31, 2022	\$ 5,075,366
January 1, 2023 to December 31, 2023 (Warranty Period Year 1)	\$ 61,293
January 1, 2024 to December 31, 2024 (Warranty Period Year 2)	\$ 61,293
Total for Option Year 1 (Net of HST Recoveries)	\$ 6,641,993
Option Year 2	
January 1, 2022 to December 31, 2022	\$ 1,487,362
January 1, 2023 to December 31, 2023	\$ 5,227,627
January 1, 2024 to December 31, 2024 (Warranty Period Year 1)	\$ 38,707
January 1, 2025 to December 31, 2025 (Warranty Period Year 2)	\$87,557
Total for Option Year 2 (Net of HST Recoveries)	\$ 6,841,253
Total Including Optional Years (Net of HST Recoveries)	\$19,931,784

CALL SUMMARY

Call Issued: May 30, 2019

Call Closed: July 10, 2019

Number of Addenda Issued: Two (2)

Number of Bids: Three (3)

Table 2: Summary of Proposals Received for RFP No. 9117-19-7089

Proponent Names
1. Cole Engineering Group Ltd.**
2. Green PI Inc.*
3. WSP Canada Group Limited

*Proponent did not meet a mandatory requirement and was found non-compliant

**Proponent did not meet the minimum technical threshold

DIVISION CONTACTS

Joanne Kehoe, Manager, Professional Services, Purchasing & Materials Management Division, Tel: 416-392-7323, Email: Joanne.Kehoe@toronto.ca

Garry Boychuk, P. Eng., Manager, Capital Works Delivery, Toronto Water Division, Tel: 416-397-0936, Email: Garry.Boychuk@toronto.ca

COMMENTS

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

a. The firm recommended for award is 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 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