



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc No.2069269349 to Rafat General Contractor Inc. Area 1 and Aqua Tech Solutions Inc. Area 2 for the undertaking of priority and emergency repairs in the City of Toronto

Date: February 6, 2020
To: Bid Award Panel
From: Chief Purchasing Officer
Wards: All Wards

RECOMMENDATIONS

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

Call Number:

Ariba Doc No.2069269349

Contracts No. Area 1: 20TR-OM-200-A1-TE and Area 2: 20TR-OM-119-A2-TE

Description:

Ariba Doc No.2069269349 (271-2019) Priority and emergency repairs in Area 1 and Area 2 in the City of Toronto

Initial award shall be for a period of one (1) year from date of award with the option to renew the contract for two (2) additional one (1) year periods.

Recommended Bidder:

Area 1: Rafat General Contractor Inc.

Area 2: Aqua Tech Solutions Inc.

Contract Award Value:

Area 1

Initial Award Value from March 1, 2020 to December 31, 2020

\$ 979,495 total contract award net of all applicable taxes and charges

\$ 1,106,830 total contract award including HST and all applicable charges

\$ 996,735 total contract award net of HST recoveries

The contract is expected to start on March 1, 2020 and end on December 31, 2022.

Option Year 1: January 1, 2021 to December 31, 2021

\$1,008,880 net of all applicable taxes and charges

\$1,140,035 including HST and all applicable charges

\$1,026,637 net of HST recoveries

Option Year 2: January 1, 2022 to December 31, 2022

\$1,039,147 net of all applicable taxes and charges

\$1,174,237 including HST and all applicable charges

\$1,057,436 net of HST recoveries

The total potential Area 1 contract award identified in this report is \$3,027,522 net of all applicable taxes and charges, \$3,421,102 including all applicable taxes and charges.

The total potential cost to the City including the option period is \$3,080,808 net of HST recoveries.

Area 2

Initial Award Value from March 1, 2020 to December 31, 2020

\$ 822,697 total contract award net of all applicable taxes and charges

\$ 929,648 total contract award including HST and all applicable charges

\$ 837,177 total contract award net of HST recoveries

The contract is expected to start on March 1, 2020 and end on December 31, 2022.

Option Year 1: January 1, 2021 to December 31, 2021

\$847,378 net of all applicable taxes and charges

\$957,538 including HST and all applicable charges

\$862,292 net of HST recoveries

Option Year 2: January 1, 2022 to December 31, 2022

\$872,800 net of all applicable taxes and charges

\$986,264 including HST and all applicable charges

\$888,162 net of HST recoveries

The total potential Area 2 contract award identified in this report including the option period is \$2,542,875 net of all applicable taxes and charges, \$2,873,450 including all applicable taxes and charges. **The total potential cost to the City including the option period is \$2,587,631 net of HST recoveries.**

The above cost calculations for the Option Years reflect an estimated 3% increase in the Consumer Price Index.

The total potential contract awards for Areas 1 & 2 identified in this report is \$6,294,552 including all applicable taxes and charges. **The total potential cost to the City for Areas 1 & 2 is \$5,668,439 net of HST recoveries.**

FINANCIAL IMPACT

The total potential contract awards for Areas 1 & 2 identified in this report is \$6,294,552 including all applicable taxes and charges. The total potential cost to the City is \$5,668,439 net of HST recoveries.

Funding is included in the 2020 Staff Recommended Operating Budget for Transportation Services, as summarized in Table 1.

Table 1: Financial Impact Summary of Recommended Contract

Contract Dates	WBS Element	Description	Total (net of HST Recoveries)
Area 1			
Initial Award March 1, 2020 to December 31, 2020	TP0157, 2710200000, G/L 4420	Contracted Services - Construction	\$889,435
	TP0100, 2710200000, G/L 4420	Contracted Services - Construction	\$107,300
Option Yr. 1 January 1, 2021 to December 31, 2021	TP0157, 2710200000, G/L 4420	Contracted Services - Construction	\$916,119
	TP0100, 2710200000, G/L 4420	Contracted Services - Construction	\$110,519
Option Yr.2 January 1, 2022 to December 31, 2022	TP0157, 2710200000, G/L 4420	Contracted Services - Construction	\$943,602
	TP0100, 2710200000, G/L 4420	Contracted Services - Construction	\$113,835
		Area 1 Total	\$3,080,808
Area 2			
Initial Award March 1, 2020 to December 31, 2020	TP0100, 2710200000, G/L 4408	Contracted Services – Roads, Bridges and Traffic	\$639,952
	TP0159, 2710200000, G/L 4420	Contracted Services - Construction	\$197,225
Option Yr. 1 January 1, 2021 to December 31, 2021	TP0100, 2710200000, G/L 4408	Contracted Services – Roads, Bridges and Traffic	\$659,151
	TP0159, 2710200000, G/L 4420	Contracted Services - Construction	\$203,142
Option Yr.2 January 1, 2022 to December 31, 2022	TP0100, 2710200000, G/L 4408	Contracted Services – Roads, Bridges and Traffic	\$678,926

Contract Dates	WBS Element	Description	Total (net of HST Recoveries)
	TP0159, 2710200000, G/L 4420	Contracted Services - Construction	\$209,236
		Area 2 Total	\$2,587,631
		Total	\$5,668,439

The engineering estimate for Area 1 is \$3,514,912 net of all taxes and charges. For Area 2 the engineering estimate is \$2,083,149 net of all taxes and charges.

CALL SUMMARY

Call Issued: November 22, 2019

Call Closed: December 9, 2019

Number of Addenda Issued: One (1)

Number of Bids: Three (3)

Table 2: Summary of Bids Received for Ariba Doc No. 2069269349 Area 1 including bid price

Bidder Name	Bid Price (including H.S.T.)
Rafat General Contractor Inc.	\$ 767,830*
Aqua Tech Solutions Inc.	\$ 914,661
Pave-Tar Construction Ltd.	\$1,164,446

*Pursuant to the RFT document the contract award price includes contingency.

Table 3: Summary of Bids Received for Ariba Doc No. 2069269349 Area 2 including bid price

Bidder Name	Bid Price (including H.S.T.)
Aqua Tech Solutions Inc.	\$ 647,148*
Pave-Tar Construction Ltd.	\$ 819,432
Rafat General Contractor Inc.	\$ 443,350**

*Pursuant to the RFT document the contract award price includes contingency.

** Pursuant to the RFT document, the successful bidder from Area 1 will be removed from Area 2.

DIVISION CONTACTS

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Carly Hinks, Manager, Operations & Maintenance Contract Inspections Transportation Services. (416)392-7437, Carly.Hinks@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