



## BID AWARD PANEL CONTRACT AWARD

### **Award of Ariba Doc No. 2390276230 to McNally Construction Inc. for Rehabilitation of the Treated Water Main between Island Water Treatment Plant and John Street Pumping Station for Toronto Water**

**Date:** June 29, 2020  
**To:** Bid Award Panel  
**From:** Chief Procurement Officer  
**Wards:** 10

#### **RECOMMENDATIONS**

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

**Call Number:**

Ariba Doc No. 2390276230, Contract No. 20ECS-LU-02TT

**Description:**

Ariba Doc No. 2390276230, (97-2020) Rehabilitation of the Treated Water Main between Island Water Treatment Plant and John Street Pumping Station.

**Recommended Bidder:**

McNally Construction Inc.

**Contract Award Value:**

\$13,796,714 net of all applicable taxes and charges and including a contingency amount  
\$15,590,287 including HST and all applicable charges  
\$14,039,536 net of HST recoveries

**Contract is expected to start in August 2020 and end in June 2021.**

#### **FINANCIAL IMPACT**

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The total contract award identified in this report is \$15,590,287 including all applicable taxes and charges. The cost to the City is \$14,039,536 net of HST recoveries.

Funding is available in the 2020 Approved Capital Budget and 2021-2029 Approved Capital Plan for Toronto Water as summarized in Table 1 below.

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

WBS Element	Description	2020	2021	2022	Total
CPW064-26	FIS - JSPS CROSS HARBOUR TUNNEL REHABILITATION	\$3,000,000	\$10,000,000	\$1,039,536	\$14,039,536

The engineering estimate for this project is \$13,796,829 net of all taxes and charges.

## CALL SUMMARY

**Call Issued:** May 1, 2020

**Call Closed:** June 11, 2020

**Number of Addenda Issued:** Seven (7)

**Number of Bids:** Four (4)

Table 2: Summary of Bids Received for Ariba Doc No. 2390276230 including bid price.

Bidder Name	Bid Price (Including HST)
McNally Construction Inc.	<b>\$13,963,652*</b>
C & M McNally Engineering Corp.	<b>\$15,260,156</b>
Clearway Construction Inc.	<b>\$15,318,528</b>
Technicore Underground Inc.	<b>\$20,139,030</b>

\*Pursuant of the RFT document the contract award value includes contingency.

## DIVISION CONTACTS

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## 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**

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Michael Pacholok  
Chief Procurement Officer