



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc. No. 2629175955 to OJCR Construction Ltd. for Part A and Part B for Repairs of Sewer Systems and Appurtenances at Various Locations for Toronto Water Division

Date: November 5, 2020
To: Bid Award Panel
From: Chief Procurement Officer
Wards: All

RECOMMENDATIONS

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

Solicitation Number:

Tender Call No. DOC2629175955 (195-2020); Contract No. 20TW-DC-311OCS (Part A) and 20TW-DC-312OCS (Part B)

Description:

RFT No. 195-2020, for Repairs of Sewer Systems and Appurtenances for Various Locations within the City of Toronto 20TW-DC-311OCS (Part A) and 20TW-DC-312OCS (Part B)

Initial award shall be from date of award to October 31, 2021 with the option to renew the contract for one (1) additional year period.

Should the option period be exercised, then the General Manager of Toronto Water will request the Chief Procurement Officer to process the renewal under the same terms and conditions.

Recommended Supplier:

Part A: OJCR Construction Ltd.
Part B: OJCR Construction Ltd.

Contract Award Value:

Part A:

From the date of award to October 31, 2021

\$2,925,150 net of all applicable taxes and charges

\$3,305,419 including all applicable taxes and charges

\$2,976,633 net of HST recoveries

Award of Ariba Doc No. 2629175955

Option Period 1 – November 1, 2021 to October 31, 2022

\$3,012,904 net of all applicable taxes and charges

\$3,404,582 including all applicable taxes and charges

\$3,065,932 net of HST recoveries

The total potential cost for Part A including the option period is \$6,042,564 net of HST recoveries, \$5,938,054 net of all taxes and charges and \$6,710,002 including all applicable taxes and charges.

Part B:

From the date of award to October 31, 2021

\$2,621,650 net of all applicable taxes and charges

\$2,962,464 including all applicable taxes and charges

\$2,667,791 net of HST recoveries

Option Period 1 – November 1, 2021 to October 31, 2022

\$2,700,299 net of all applicable taxes and charges

\$3,051,338 including all applicable taxes and charges

\$2,747,825 net of HST recoveries

The total potential cost for Part B including the optional period is \$5,415,616 net of HST recoveries, \$5,321,949 net of all taxes and charges and \$6,013,803 including all applicable taxes and charges.

The total potential cost to the City including the optional period for both parts is \$11,458,180 net of HST recoveries. The total potential contract award is \$12,723,805 including all applicable taxes and charges, \$11,260,003 net of all applicable taxes and charges.

Contracts are expected to start on date of award and end on October 31, 2021 with the option to renew the Contract for one (1) additional separate one (1) year period.

The above cost calculations for the Option Period(s) reflect an estimated 3% increase as per the Consumer Price Index (CPI).

FINANCIAL IMPACT

The total contract award value identified in this report including the additional option period is \$11,260,004 net of all applicable taxes and charges, \$12,723,805 including all applicable taxes and charges. The cost to the City is \$11,458,180 net of HST recoveries.

The engineering estimate for this project is \$7,173,005 (Part A) and \$6,985,230 (Part B) net of all taxes and charges. The total engineering estimate is \$14,158,235 net of all taxes and charges.

Funding is available in the 2020 Approved Capital Budget and in the 2021-2029 Approved Capital Plan for Toronto Water. Should the optional period be exercised, appropriate additional funding will be requested in the 2022-2031 Capital Budget and Plan Submission for Toronto Water. Funding details are summarized in Table 1 as follows:

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

Cost Centre / WBS Element Description	Date of Award to December 31, 2020	January 1, 2021 to October 31, 2021	Option Period 1: November 1, 2021 to October 31, 2022	Total (net of HST Recoveries)
CWW465-06-169 Sewer Rehab- 2008 Program	\$250,037	\$2,250,334	\$2,575,383	\$5,075,754
CWW465-06-170 Sewer Rehab – 2008 Program	\$224,094	\$2,016,850	\$2,308,173	\$4,549,117
CPW544-03-129 All District WSR – Lead Replacement	\$47,626	\$428,635	\$490,549	\$966,810
CPW544-03-130 All District WSR – Lead Replacement	\$42,685	\$384,162	\$439,652	\$866,499
Total (net of HST Recoveries)	\$564,442	\$5,079,981	\$5,813,756	\$11,458,180

SOLICITATION SUMMARY

Solicitation Issued: September 25, 2020

Solicitation Closed: October 21, 2020

Number of Addenda Issued: One (1)

Number of Bids: Six (6)

Table 2: Summary of Bids Received for Tender Call No. DOC2629175955 (Part A) including bid price:

Supplier Name	Bid Price (including H.S.T.)*
OJCR Construction Ltd.	\$3,022,919
614128 Ontario Ltd. o/a Trisan Construction	\$3,545,277
Rafat General Contractor Inc.	\$3,594,643
Vipe Construction Ltd.	\$4,218,572
Utility Force Construction Inc.	\$4,575,455

Supplier Name	Bid Price (including H.S.T.)*
CRCE Construction Ltd.	\$5,321,452

*Pursuant to the Request for Tender document the contract award value includes contingency.

Table 3: Summary of Bids received for Tender Call No. DOC2629175955 (Part B) including bid price:

Supplier Name	Bid Price (including H.S.T.)*
OJCR Construction Ltd.	\$2,679,964
Rafat General Contractor Inc.	\$2,974,499
614128 Ontario Ltd. o/a Trisan Construction	\$3,283,795
Vipe Construction Ltd.	\$4,055,287
Utility Force Construction Inc.	\$4,577,883
CRCE Construction Ltd.	\$4,797,697

*Pursuant to the Request for Tender 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 Supplier meeting specifications or to the highest scoring Supplier based on the evaluation criteria included in the Solicitation and meeting the requirements of the solicitation;

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 Solicitation 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 Solicitations are on the file in the Purchasing and Materials Management Division.

SIGNATURE

Michael Pacholok
Chief Procurement Officer