



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc No. 2724994392 to General Contractors for Construction, Renovation and Restoration of City Owned Buildings and Properties for Corporate Real Estate Management

Date: March 24, 2021
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 contract:

Solicitation Number:

Request for Quotation (RFQ), Ariba Doc No 2724994392 (4305-20-5072)-General Contractors

Description:

General Contractors for Construction, Renovation and Restoration of City Owned Buildings and Properties as and when required at various locations throughout the City of Toronto for the period of two (2) year with the option to renew the contract for one (1) additional separate one (1) year option.

Should the option(s) be exercised, prior to the renewal of the contract, the Manager of the PMO office will request the Chief Procurement Officer to process the renewals under the same terms and conditions.

Recommended Suppliers:

South Central Inc.
Index Construction Inc.
P.S. Painting Limited o/a Cosar GC.PM

Contract Award Value:

A- South Central Inc.

\$2,543,819 net of all applicable taxes and charges (including 33% for miscellaneous items)

\$2,874,515 including HST and all applicable charges

\$2,588,590 net of HST recoveries

The Contract is expected to start on date of award and end on February 28, 2023.

Option Year One (1): March 1, 2023 to February 28, 2024

\$1,329,427 net of all applicable taxes and charges (including 33% for miscellaneous items)

\$1,502,253 including HST and all applicable charges

\$1,352,825 net of HST recoveries

The total potential award identified in this report including all option years is \$3,873,246 net of all applicable taxes and charges, \$4,376,768 including all applicable taxes and charges. **The total potential cost to the City including the option year is \$3,941,415 net of HST recoveries.**

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

B- Index Construction Inc.

\$3,080,033 net of all applicable taxes and charges (including 27% for miscellaneous items)

\$3,480,438 including HST and all applicable charges

\$3,134,242 net of HST recoveries

The contract is expected to start on the date of award and end on February 28, 2023.

Option Year One (1): March 1, 2023 to February 28, 2024

\$1,609,659 net of all applicable taxes and charges (including 27% for miscellaneous items)

\$1,818,914 including HST and all applicable charges

\$1,637,989 net of HST recoveries

The total potential award identified in this report including all option years is \$4,689,692 net of all applicable taxes and charges, \$5,299,352 including all applicable taxes and charges. **The total potential cost to the City including the option year is \$4,772,231 net of HST recoveries.**

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

C- P.S. Painting Limited o/a Cosar GC.PM

\$3,320,954 net of all applicable taxes and charges (including 26% for miscellaneous items)

\$3,752,678 including HST and all applicable charges

\$3,379,403 net of HST recoveries

The contract is expected to start on the date of award and end on February 28, 2023.

Option Year One (1): March 1, 2023 to February 28, 2024
 \$1,735,567 net of all applicable taxes and charges (including 26% for miscellaneous items)
 \$1,961,190 including HST and all applicable charges
 \$1,766,113 net of HST recoveries

The total potential award identified in this report including all option years is \$5,056,521 net of all applicable taxes and charges, \$5,713,869 including all applicable taxes and charges. **The total potential cost to the City including the option year is \$5,145,516 net of HST recoveries.**

The combined total potential award for three (3) contracts identified in this report including all option years is \$13,619,459 net of all applicable taxes and charges, \$15,389,989 including HST and applicable charges. **The combined total potential cost to the City for all awards including the option year is \$13,859,162 net of HST recoveries.**

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

FINANCIAL IMPACT

The combined total potential initial contract award identified in this report including all option years is \$13,619,459 net of all applicable taxes and charges, \$15,389,989 including HST and applicable charges. The combined total potential cost to the City is \$13,859,162 net of HST recoveries.

Funding is available in the 2021 Approved Capital and 2022-2030 Approved Capital Plan for Corporate Real Estate Management as well as the 2021 Approved Operating Budget for Corporate Real Estate Management. Additional funding details are summarized in Table 1 below.

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

WBS Element/ Cost Centre	Date of Award to December 31, 2021	2022	2023	Total
CCA251-10	\$1,100,000	\$1,150,000	\$500,000	\$2,750,000
CCA251-12	\$1,100,000	\$1,150,000	\$1,150,000	\$3,400,000
CCA253-07	\$1,100,000	\$1,150,000	\$0	\$2,250,000
FA100-30	\$1,183,860	\$1,168,375	\$3,106,927	\$5,459,162

WBS Element/ Cost Centre	Date of Award to December 31, 2021	2022	2023	Total
Total Cost	4,483,860	\$4,618,375	\$4,756,927	\$13,859,162

The Chief Financial Officer and Treasurer has reviewed this report and agrees with the financial impact information.

SOLICITATION SUMMARY

Solicitation Issued: December 11, 2020 **Solicitation Closed:** January 21, 2021

Number of Addenda Issued: One (1)

Number of Bids: Sixteen (16)

Table 2: Summary of Bids Received including bid price for Ariba Doc No. 2724994392 including bid price

Bidder Name	Bid Price (including H.S.T.)
*SJOC Construction	\$1,281,386.67
South Central Inc.	\$1,416,017.37
*Furcon Environmental Inc.	\$1,646,291.35
*Direct Construction Company Limited	\$1,677,702.20
*Tribro Group Ltd	\$1,708,219.59
Index Construction Inc.	\$1,714,501.26
P.S. Painting Limited o/a Cosar GC.PM	\$1,848,610.09
Trans Canada Construction	\$1,931,927.10
Martinway Contracting Ltd.	\$2,280,299.09
Magil Construction Ontario Inc.	\$2,500,090.16
*Newpark Contracting Inc.	\$2,502,486.70
Anacond Contracting Inc.	\$2,794,309.20
Joe Pace & Sons Contracting Inc.	\$2,979,007.70
*HN Construction Limited	\$3,056,683.90
BDA Inc.	\$3,497,103.64

Bidder Name	Bid Price (including H.S.T.)
Canadian Turner Construction	\$1,439,653,291.88

* Suppliers were found to be non-compliant

DIVISION CONTACTS

Sabrina Dipietro, Acting Manager, Construction Services, Purchasing & Materials Management, 416-392-7323, sabrina.dipietro@toronto.ca

Malake AbouHmaid, Senior Project Manager, Project Management Office, Corporate Real Estate Management, 416-899-1155, maboum@toronto.ca.

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