



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc. No. 2774222736 to 2489960 Ontario Inc. O/A Kore Infrastructure Group for the Watermain and Substandard Water Service Replacements for Engineering and Construction Services Division

Date: April 9, 2021
To: Bid Award Panel
From: Chief Procurement Officer
Wards: 20, 24 & 25

RECOMMENDATIONS

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

Solicitation Number:

RFT No. 27-2021; Ariba Doc. No. 2774222736; Contract 20ECS-LU-08SU

Description:

The Watermain and Substandard Water Service Replacements, Cured-in-Place Pipe Lining and Sidewalk Construction on Various Streets in Scarborough District

Recommended Supplier:

2489960 Ontario Inc. O/A Kore Infrastructure Group

Contract Award Value:

\$8,515,101 net of all applicable taxes and charges
\$9,622,064 including HST and all applicable charges
\$8,664,968 net of HST recoveries

Contract is expected to start on date of award and end on July 30, 2022.

FINANCIAL IMPACT

The total contract award identified in this report is \$9,622,064 including all applicable taxes and charges. The cost to the City is \$8,664,968 net of HST recoveries.

The engineering estimate for this project is \$10,753,339 net of all taxes and charges.

Funding is included in the 2021 Approved Capital Budget and 2022-2030 Approved

Capital Plan for Toronto Water and Transportation Services. Funding is also available in the 2021 Approved Operating Budget for Transportation Services and additional funding will be included in the 2022-2023 Operating Budget Submissions. Funding details are summarized in Table 1.

Table 1: Financial Impact Summary of Recommended Contract

WBS Element/ Cost Element	Description	Date of Award to Dec. 31, 2021	Jan. 1, 2022 to Dec. 31, 2022	Jan. 1, 2023 to Dec. 31, 2023	Total (net of HST recoveries)
CPW542-25-47	District W/M Replacement - 2019	\$1,995,487	\$997,744	\$332,581	\$3,325,812
CWW472-22-08	Sewer Replacement - 2019 Program	\$2,723,344	\$1,361,672	\$453,891	\$4,538,907
CPW544-21-61	2021 Water Service Replacement - SOGR	\$309,106	\$154,553	\$51,518	\$515,176
CTP315-07-429	Local Road Rehabilitation	\$48,431	\$24,216	\$8,072	\$80,719
CTP315-06-434	Major Roads Rehabilitation	\$1,981	\$990	\$330	\$3,301
CTP419-01-31	RSP Missing Link Sidewalk	\$106,804	\$53,402	\$17,801	\$178,006
CTP315-09-424	Major SOGR Pooled Contingency	\$7,149	\$3,575	\$1,192	\$11,915
TS6050-4498	Utility Cuts Road Operations	\$6,679	\$3,340	\$1,113	\$11,132
	Totals	\$5,198,981	\$2,599,490	\$866,497	\$8,664,968

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

SOLICITATION SUMMARY

Solicitation Issued: January 21, 2021

Solicitation Closed: March 12, 2021

Number of Addenda Issued: Five (5)

Number of Bids: Four (4)

Table 2: Summary of Bids Received for Doc2774222736

Supplier Name	Bid Price (including H.S.T.)
2489960 Ontario Inc. O/A Kore Infrastructure Group*	\$8,747,331
Direct Underground Inc.	\$8,899,517
Gio Crete Construction Ltd	\$9,781,739
Clearway Construction Inc.	\$11,140,824

*Pursuant to the RFT document the contract award value includes contingency

DIVISION CONTACTS

Allison Phillips, Manager, Professional Services, Purchasing & Materials Management Division, 647-882-9803, Allison.Phillips@toronto.ca

Mika Raisanen, P.Eng. Director, Linear Underground Infrastructure, Engineering and Construction Services, Tel: 416-392-0867, mika.raisanen@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 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 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

Mike Pacholok
Chief Procurement Officer