



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc No. 2865732055 to Aqua Tech Solutions Inc. for 'Hot-in-Place' Asphalt Patching within North York and Etobicoke District, for Transportation Services.

Date: April 22, 2021
To: Bid Award Panel
From: Chief Procurement Officer
Wards: 01, 02, 03, 05, 06, 07, 08, 15, 16, 17, and 18

RECOMMENDATIONS

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

Solicitation Number:

Request for Tender (RFT), Ariba Doc No. 2865732055 (59-2021) - Contract 21TR-OM-122-A2-TR

Description:

For asphalt patching to existing asphalt surfaces on various City of Toronto streets in the North York District, as well as in the Etobicoke York District during the 2021, 2022, 2023 and 2024 construction seasons. This contract is for one (1) year plus three (3) additional option years.

Should the option(s) be exercised, the General Manager of Transportation Services will request the Chief Procurement Officer to process the renewal under the same terms and conditions.

Recommended Supplier:

Aqua Tech Solutions Inc.

Contract Award Value:

\$525,039 net of all applicable taxes and charges
\$593,294 including HST and all applicable charges
\$534,279 net of HST recoveries

Option Year 1: May 1, 2022 to April 30, 2023

\$540,790 net of all applicable taxes and charges
\$611,092 including HST and all applicable charges
\$550,308 net of HST recoveries

Option Year 2: May 1, 2023 to April 30, 2024
 \$557,013 net of all applicable taxes and charges
 \$629,425 including HST and all applicable charges
 \$566,817 net of HST recoveries

Option Year 3: May 1, 2024 to April 30, 2025
 \$573,724 net of all applicable taxes and charges
 \$648,308 including HST and all applicable charges
 \$583,821 net of HST recoveries

Contract is expected to start on date of award and end on April 30, 2025.

The total potential contract award identified in this report including option years is \$2,196,566 net of all applicable taxes and charges, \$2,482,119 including all applicable taxes and charges. **The total potential cost to the City including option years is \$2,235,225 net of HST recoveries.**

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

FINANCIAL IMPACT

The total potential contract award identified in this report is \$2,196,566 net of all applicable taxes and charges, \$2,482,119 including all applicable taxes and charges. The total potential cost to the City is \$2,235,225 net of HST recoveries.

The engineering estimate for this project is \$598,815 net of all taxes and charges.

Funding is available in the 2021 Approved Operating Budget for Transportation Services. Additional funding will be included in the 2022-2024 Operating Budget Submissions.

Should the City choose to exercise its option to renew for an additional three (3) separate one (1) year periods, then appropriate additional funding, if needed, will be included in the 2022 – 2024 annual Operating Budget Submissions for Transportation Services Division. Funding details are provided in the table below.

Table 1: Financial Impact Summary of Recommended Contract

Cost Centre/ WSB Elements Accounts	Description	Contract Dates	Total (net of HST Recoveries)
TS6040 / 4498	'Hot-in-Place' Asphalt Patching	Initial Award May 1, 2021 to April 30, 2022	\$534,279
TS6040 / 4498	'Hot-in-Place' Asphalt Patching	Option Yr.1 May 1, 2022 to April 30, 2023	\$550,308
TS6040 / 4498	'Hot-in-Place' Asphalt Patching	Option Yr.2 May 1, 2023 to April 30, 2024	\$566,817
TS6040 / 4498	'Hot-in-Place' Asphalt Patching	Option Yr.3 May 1, 2024 to April 30, 2025	\$583,821
		Total	\$2,235,225

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

SOLICITATION SUMMARY

Solicitation Issued: March 2, 2021
Number of Addenda Issued: Zero (0)
Number of Bids: Two (2)

Solicitation Closed: Mar 17, 2021

Table 2: Summary of Bids Received for RFT, Ariba Doc No. 2865732055 including bid price

Supplier	Bid Price (including H.S.T.)
Aqua Tech Solutions Inc.	\$593,294
MSO Construction	\$654,295

DIVISION CONTACTS

Sabrina Dipietro, Acting Manager, Purchasing and Materials Management Construction Services, 416-397-4809, Sabrina.Dipietro@toronto.ca

Fred Meco, Senior Engineer Etobicoke District, Transportation Services, 416-394-8349, Frederik.Meco@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