



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc Number 1826347981 to Ontario RediMix for the non-exclusive Supply, Delivery and Unloading of Portland Cement for Ready Mixed Concrete for various City Divisions.

Date: May 5, 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 Number 1826347981

Description:

For the non-exclusive Supply, Delivery and Unloading of Portland Cement for Ready Mixed Concrete for various City Division for a period of one year from the date of award, with the option to renew the Contract for four (4) additional separate one (1) year periods.

Should the option(s) be exercised, then the General Manager, Toronto Water Division will request the Chief Procurement Officer to process the renewals under the same terms and conditions.

Recommended Supplier:

Ontario RediMix

Contract Award Value:

\$443,765 net of all applicable taxes and charges
\$501,454 including HST and all applicable charges
\$451,575 net of HST recoveries

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

Option Year 1 (May 1, 2022 to April 30, 2023)
\$457,078 net of all applicable taxes and charges
\$516,498 including HST and all applicable charges

\$465,123 net of HST recoveries

Option Year 2 (May 1, 2023 to April 30, 2024)

\$470,790 net of all applicable taxes and charges

\$531,993 including HST and all applicable charges

\$479,076 net of HST recoveries

Option Year 3 (May 1, 2024 to April 30, 2025)

\$484,914 net of all applicable taxes and charges

\$547,953 including HST and all applicable charges

\$493,448 net of HST recoveries

Option Year 4 (May 1, 2025 to April 30, 2026)

\$499,461 net of all applicable taxes and charges

\$564,391 including HST and all applicable charges

\$508,252 net of HST recoveries

The total potential contract award identified in this report including option years is \$2,662,290 including all applicable taxes and charges. **The total potential cost to the City including option years is \$2,397,474 net of HST recoveries.**

The above cost calculations for the option years reflect an estimated 3% increase in the Consumer Price Index.

FINANCIAL IMPACT

The total contract award identified in this report is \$2,662,290 including all applicable taxes and charges. The cost to the City is \$2,397,474 net of HST recoveries.

Funding is available in the 2021 Approved Capital Budget and 2022-2030 Approved Capital Plan for Toronto Water. Funding has also been included in the 2021 Approved Operating Budget for Toronto Water Division. Funding for the balance of the contract will be included in the 2022 Operating Budget Submission for Toronto Water Division.

Funding is available in the 2021 Approved Operating Budget for Parks, Forestry & Recreation Division. Funding for the balance of the contract period will be included in the 2022 Operating Budget Submission for Parks, Forestry & Recreation Division.

Funding has been included in the 2021 Approved Operating Budget for Transportation Services. Funding for the balance of the contract period will be included in the 2022 Operating Budget Submission for Transportation.

Funding is available in the 2021 Approved Capital Budget and 2022-2030 Approved Capital Plan for Solid Waste Management Services. Funding has also been included in the 2021 Approved Operating Budget for Solid Waste Management Services. Funding for the balance of the contract period will be included in the 2022 Operating Budget Submission for Solid Waste Management.

Should the City of Toronto choose to exercise its options to renew for an additional four (4) separate one (1) year periods, then appropriate additional funding, if needed, will be included in the 2022-2026 annual Operating and Capital Budget Submissions for the participating Divisions. Funding details are provided in the table below:

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

	Contract Period Base Year		Option Year 1	Option Year 2	Option Year 3	Option Year 4	
Cost Centre / Cost Element	Date of Award to Dec 31, 2021	Jan 1, 2022 to April 30, 2022	May 1, 2022 to April 30, 2023	May 1, 2023 to April 30, 2024	May 1, 2024 to April 30, 2025	May 1, 2025 to April 30, 2026	Total
Toronto Water	\$73,400	\$36,403	\$112,486	\$115,861	\$119,336	\$122,916	\$580,402
TW 2055 TW 4022							
TW 4060 TW 2040 TW2030							
C/E 2780 C/E 2770							
CWW466-09	\$33,000	\$9,000	\$26,000	\$27,000	\$28,000	\$29,000	\$152,000
CWW466-11-03	\$17,000	\$16,297	\$52,168	\$53,513	\$54,929	\$56,417	\$250,324

	Contract Period Base Year		Option Year 1	Option Year 2	Option Year 3	Option Year 4	
Parks, Forestry & Recreation ETY: C/E: 2780 P00898 NY: C/E: 2780 P00427 P00853 Scar: C/E: 2780 P00833 P03651 TEY: C/E: 2780 P12017	\$87,018	\$43,509	\$134,443	\$138,477	\$142,631	\$146,910	\$692,989
Solid Waste Management SW0011 SW0850 SW0851 SW0852 SW0853 SW0854 SW0855 SW0856 SW0860 SW0862 SW0864 C/E 2780 CSW930-04- 01	\$10,000	\$27,149	\$83,894	\$86,411	\$89,003	\$91,673	\$432,429
	\$67,571	\$11,636	\$35,954	\$37,033	\$38,144	\$39,288	\$185,327
Transportation Services TS6000- C/E 2780	\$13,059	\$6,529	\$20,176	\$20,782	\$21,405	\$22,047	\$104,000

	Contract Period Base Year	Option Year 1	Option Year 2	Option Year 3	Option Year 4	
Total (net of HST Recoveries)						\$2,397,474

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

SOLICITATION SUMMARY

Solicitation Issued: January 15, 2021

Solicitation Closed: March 3, 2021

Number of Addenda Issued: None

Number of Bids: 1

Table 2: Summary of Bids Received for RFQ, Ariba Doc. No 1826347981 including bid price:

Supplier Name	Bid Price (including H.S.T.)
Ontario Redi Mix	\$ 501,454

DIVISION CONTACTS

Elena Caruso, Manager, Goods and Services, Purchasing & Materials Management,
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Isaac Schneider, Toronto Water, Supervisor, Environment and Administration,
Telephone: 416-397-9191, E-mail: Isaac.Schneider@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