TORONTO

BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc No. 2950051301 to Drainstar Contracting Ltd. for 675mm Sanitary Sewer and River Stabilization at 1240 Sheppard Avenue East for Engineering & Construction Services

Date: August 12, 2021
To: Bid Award Panel
From: Chief Procurement Officer
Wards: 17

RECOMMENDATIONS

The Chief Procurement Officer recommends that the Bid Award Panel, pursuant to Section 195-8.3A(3) of the Municipal Code, Chapter 195, Purchasing, exercise the power of a Standing Committee to grant authority to award the following contract:

Solicitation Number:
Request for Tender (RFT), Ariba Doc No. 2950051301, Contract No. 20ECS-MI-01DC

Description:
675mm Sanitary Sewer and River Stabilization at 1240 Sheppard Avenue East.

Recommended Supplier:
Drainstar Contracting Ltd.

Contract Award Value:
$21,481,849 net of all applicable taxes and charges
$24,274,489 including HST and all applicable charges
$21,859,929 net of HST recoveries

Contract is expected to start on October 4, 2021, and end on August 4, 2023.

FINANCIAL IMPACT

The total contract award identified in this report is $24,274,489 including all applicable taxes and charges. The total cost to the City is $21,859,929 net of HST recoveries.

The engineering estimate for this project is $14,723,732 net of all taxes and charges.

Funding is included in the 2021 Approved Capital Budget and 2022-2030 Approved Capital Plan for Toronto Water. Additional funding details are provided in Table 1.

Table 1: Financial Impact Summary of Recommended Contract

WBS Element & Account Name	**2021**	**2022**	**2023**	**2024**	**Total (net of HST Recoveries)**
CWW453 District Sewer New -Sheppard Sanitary Sewer at East Don STS	$2,289,600	$7,632,000	$4,435,300	$2,933,944	**$17,290,844**
CWW480-02 DCW - Phase 1 - Offline Storage Tank at Sheppard/ Leslie	$254,400	$2,544,000	$1,444,700	$325,985	**$4,569,085**
Total (net HST Recoveries)	**$2,544,000**	**$10,176,000**	**$5,880,000**	**$3,259,929**	**$21,859,929**

The Chief Financial Officer and Treasurer has reviewed this report and agrees with information included in the Financial Impact section.

SOLICITATION SUMMARY

Solicitation Issued: April 30, 2021 **Solicitation Closed:** July 21, 2021
Number of Addenda Issued: Ten (10)
Number of Bids: Two (2)

Table 2: Summary of Bids Received for Ariba Doc No. Doc2950051301 including bid price

Supplier Name	Bid Price (including H.S.T)
Drainstar Contracting Ltd.	$22,486,451.50*
KAPP Infrastructure Inc.	$25,409,791.90

* 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 more 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 since City Council is in summer recess;

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