



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Doc No. 2972597456 to Kenaidan Contracting Ltd. for Rehabilitation of Richview Pumping Station and Reservoir and Installation of Standby Power Facility for Engineering & Construction Services

Date: August 12, 2021
To: Bid Award Panel
From: Chief Procurement Officer
Wards: 1, 2

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. 2972597456, Contract No. 21ECS-MI-01WA

Description:

Rehabilitation of Richview Pumping Station, Valve House and Reservoir and installation of new standby power for the facility

Recommended Supplier:

Kenaidan Contracting Ltd

Contract Award Value:

\$47,943,890 net of all applicable taxes and charges
\$54,176,596 including HST and all applicable charges
\$48,787,703 net of HST recoveries

Contract is expected to start on September 15, 2021 and be completed in 2024.

FINANCIAL IMPACT

The total contract award identified in this report is \$54,176,596 including all applicable charges. The cost to the City is \$48,787,703 net of HST recoveries.

The engineering estimate for this project is \$58,855,389 net of all applicable taxes and charges.

Funding for this contract award is included in the 2021 Approved Capital Budget and 2022-2030 Approved Capital Plan for Toronto Water. Since the schedule for the project has changed significantly due to the reissuing of the tender, the forecasted expenditures provided in Table 1 include deferral of some 2021 funding to future years, which will be adjusted by a corresponding offset in another project as part of a planned upcoming 2021 Q2 reallocation report to be considered by Executive Committee and Council in September 2021.

Table1: Financial Impact Summary of Recommended Contract
(Net of HST Recoveries)

Year	CPW060-16-03 Pumping Station Rehabilitation	CPW060-19-02 Reservoir Rehabilitation	CPW070-10-01 Standby Power	Total (Net of HST Recoveries)
2021	\$1,150,000	\$1,000,000	\$1,000,000	\$3,150,000
2022	\$4,100,000	\$8,000,000	\$7,000,000	\$19,100,000
2023	\$5,250,000	\$8,000,000	\$7,500,000	\$20,750,000
2024	\$984,625	\$1,417,358	\$3,385,720	\$5,787,703
Total	\$11,484,625	\$18,417,358	\$18,885,720	\$48,787,703

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

SOLICITATION SUMMARY

Solicitation Issued: May 17, 2021 **Solicitation Closed:** July 7, 2021

Number of Addenda Issued: Seven (7)

Number of Bids: Three (3)

Table 1: Summary of Bids Received for Ariba Doc. No. 2972597456 including bid price.

Bidder Name	Bid Price (Including H.S.T)
Kenaidan Contracting Ltd.	\$48,530,266.30*
Torbear Contracting Inc.	\$49,113,745.96
Maple Reinders	\$50,492,334.10

* Pursuant to the Request for Tender document the contract award value includes contingency

DIVISION CONTACTS

Jackson Sychingho, Manager, Community & Social Services and City Manager's Office, Purchasing & Materials Management, 416-392-1492, Jackson.Sychingho@toronto.ca

Prapan Dave, Manager, Water Treatment and Solid Waste Facilities, Engineering & Construction Services Division. Tel: 416-392-4290, email: Prapan.Dave@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 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