

Amendment to Purchase Order Number 6050598 for the Bendale Acres Emergency Generator Retrofit Project

Date: November 4, 2021

To: Economic and Community Development Committee

From: General Manager, Seniors Services and Long-Term Care and
Chief Procurement Officer, Purchasing and Materials Management

Wards: Ward 21, Scarborough Centre

SUMMARY

This report seeks authority to amend Purchase Order Number 6050598 issued to Anacond Contracting Inc. for the provision of all labour, materials, equipment and supervision necessary for Emergency Power Upgrades at Bendale Acres by an additional \$790,000 net of all taxes and charges (\$803,904 net of HST recoveries), to complete additional work required due to unforeseen site conditions that required redesigning and reinforcing underground structural footings, shoring, and underpinning of the compactor room and existing gas meter reinforcement, resulting in a total revised purchase order value of \$3,480,072 net of all taxes and charges (\$3,541,321 net of HST Recoveries).

RECOMMENDATIONS

The General Manager, Seniors Services and Long-Term Care and Chief Procurement Officer recommend that:

1. The Economic and Community Development Committee, in accordance with Section 71-11.1C of the City of Toronto Municipal Code Chapter 71 (Financial Control By-Law) grant authority to amend Purchase Order Number 6050598 with Anacond Contracting Inc. for the provision of all labour, materials, equipment and supervision necessary for Emergency Power Upgrades at Bendale Acres, in the amount of \$790,000 net of all taxes and charges (\$803,904 net of HST Recoveries) revising the current purchase order value from \$2,690,072 net of all taxes and charges (\$2,737,417 net of HST Recoveries) to \$3,480,072 net of all taxes and charges (\$3,541,321 net of HST Recoveries) to complete project scope changes required due to unforeseen site conditions.

FINANCIAL IMPACT

The requested amendment increases the value of the existing purchase order by \$803,904 net of HST Recoveries.

Funding is available within the Council Approved 2021-2030 Capital Budget for Senior Services and Long-Term Care. Funding details are shown in Table 1 below:

Table 1: Financial Impact Summary

WBS Element	Description	Total (Net of HST Recoveries)
CHA023-02	Building SOGR - 2021	803,904

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

DECISION HISTORY

On February 16, 2020, Bid Award Panel adopted Item 68.2 Award of Ariba Doc Number 2132389384 to Anacond Contracting Inc. for the Emergency Power Upgrades at Bendale Acres.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2020.BA68.2>

COMMENTS

Purchase Order Number 6050598 was awarded to Anacond Contracting Inc. for the provision of all labour, materials, equipment and supervision necessary for Emergency Power Upgrades at Bendale Acres.

During construction, project scope changes were identified as a result of unforeseen site conditions. These additional unanticipated challenges included redesigning and reinforcing underground structural footings, steel support for existing beams, shoring, and underpinning of the compactor room, in compliance with the Building Department permit process. Additional work was required for installing a gas meter and reinforcement complete with alternate electrical cable routing as per Enbridge requirements.

The Purchase Order amendment is attributed to project scope changes which resulted in project delays by the contractor.

Amendment of the Purchase Order will ensure the work at Bendale Acres is completed within the Council approved 2021-2030 Capital Plan. To offset the amendment, other projects will be re-prioritized.

CONTACT

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SIGNATURE

(Original signed by)

Jennifer Dockery
General Manager, Seniors Services and Long-Term Care

(Original signed by)

Michael Pacholok
Chief Procurement Officer