



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Document Number 3364372302 to Clearwater Structures Inc. for the Emergency Relief or Assessment of Blocked Drain and Sewer Service Connection Trenchless Rehabilitation by Cured-In- Place-Pipe for Toronto Water

Date: June 23, 2022
To: Bid Award Panel
From: Acting Chief Procurement Officer
Wards: All

RECOMMENDATIONS

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

Solicitation Number:

Request for Tender, Ariba Document Number 3364372302, Contract Number 22TW-DC-311OCS

Description:

Emergency Relief or Assessment of Blocked Drain and Sewer Service Connection Trenchless Rehabilitation by Cured-In-Place-Pipe for Toronto Water Operation and Maintenance Section - Various Locations in Toronto from date of award to June 30, 2023 with the option to renew the Contract for two (2) additional separate one (1) year periods at the sole discretion of the City and subject to budget approval(s).

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

Recommended Supplier:

Clearwater Structures Inc.

Contract Award Value:

\$3,179,780 net of all applicable taxes and charges
\$3,593,151 including HST and all applicable charges
\$3,235,744 net of HST recoveries

Contract is expect to start on date of award and end on June 30, 2023.

Option Period 1 – July 1, 2023 to June 30, 2024

\$3,275,173 net of all applicable taxes and charges
\$3,700,946 including all applicable taxes and charges
\$3,332,816 net of HST recoveries

Option Period 2 – July 1, 2024 to June 30, 2025

\$3,373,429 net of all applicable taxes and charges
\$3,811,974 including all applicable taxes and charges
\$3,432,801 net of HST recoveries

The total potential contract award including all option years is \$9,828,382 net of all taxes and charges and \$11,106,072 including all applicable taxes and charges. **The total potential cost to the City including the optional period is \$10,001,362 net of HST recoveries.**

The above cost calculations reflect a 3% Consumer Price Index adjustment applied annually to each year's cost after the initial one (1) year period.

FINANCIAL IMPACT

The total potential contract award value identified in this report is \$11,106,072 including all applicable taxes and charges. The total potential cost to the City is \$10,001,362 net of HST recoveries.

The engineering estimate for this project is \$9,267,279.98 net of all taxes and charges.

Funding is available in the 2022 Approved Capital Budget and 2023-2031 Approved Capital Plan for Toronto Water. Should the option period be exercised, appropriate additional funding will be requested in the 2023-2025 Capital Budget Submissions for Toronto Water. Funding details are summarized in Table 1 as follows:

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

Cost Centre / WBS Element Description	Date of Award to December 31, 2022	January 1, 2023 to June 30, 2023	Option Period 1: July 1, 2023 to December 31, 2023	Option Period 1: January 1, 2024 to June 30, 2024	Option Period 2: July 1, 2024 to December 31, 2024	Option Period 2: January 1, 2025 to June 30, 2025	Total (net of HST Recoveries)
CWW465-06-208 Sewer Rehabilitation – 2008 Program	\$1,617,872	\$1,617,872	\$1,666,408	\$1,666,408	\$1,716,400	\$1,716,400	\$10,001,362

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

SOLICITATION SUMMARY

Solicitation Issued: March 8, 2022 **Solicitation Closed:** April 5, 2022

Number of Addenda Issued: One (1)

Number of Bids: Two (2)

Table 2: Summary of Bids Received including bid price:

Supplier Name	Bid Price (excluding H.S.T.)
Clearwater Structures Inc.	\$3,029,780.00*
Capital Sewer Services Inc.	\$3,592,700.00

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

DIVISION CONTACTS

Sabrina Dipietro, Manager, Infrastructure and Development Services, Purchasing Client Services, Purchasing & Materials Management Division, (416)397-4809, Sabrina.Dipietro@toronto.ca

Antonio Longo, Manager, Operations Contract Services, Distribution and Collection, Toronto Water Division, Telephone: 416-392-4164, Antonio.Longo@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. the Solicitation document was advertised on the City's internet website and bids or proposals were submitted electronically in Ariba; and

e. 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

Sandra Lisi
Acting Chief Procurement Officer