



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Document Number 3540967070 to 2489960 Ontario Inc. o/a Kore Infrastructure Group for Watermain and Water Service Replacements, Local Road Resurfacing and Reconstruction with Asphalt Replacement for Engineering and Construction Service

Date: August 25, 2022
To: Bid Award Panel
From: Acting Chief Procurement Officer
Wards: 6, 8, 9, 15, 16 20, 21, 24

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 3540967070, Contract Number 22ECS-LU-09SU

Description:

For Watermain and Water Service Replacements, Local Road Resurfacing and Reconstruction with Asphalt Replacement in various Toronto locations (Wards 6, 8, 9, 15, 16, 20, 21, and 24).

Recommended Supplier:

2489960 Ontario Inc. o/a Kore Infrastructure Group

Contract Award Value:

\$17,996,229 net of all applicable taxes and charges
\$20,335,738 including HST and all applicable charges
\$18,312,962 net of HST recoveries

Contract is expected to start on the date of award and end on December 31, 2024

FINANCIAL IMPACT

The total contract award identified in this report is \$20,335,738 including all applicable taxes and charges. The cost to the City is \$18,312,962 net of HST recoveries.

The engineering estimate for this project is \$13,360,537 net of all taxes and charges

Funding is included in the Approved 2022-2031 Capital Plan for Toronto Water and Transportation Services and Approved 2022 Operating Budget for Transportation Services in the following accounts:

Table 1: Financial Impact Summary of Recommended Contract

| Account | Description | Date of Award to Dec. 31, 2022 | Jan. 1, 2023 to Dec. 31, 2023 | Jan. 1, 2024 to Dec. 31, 2024 | Total (net of HST recoveries) |
|----------------|---------------------------------------|---------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
| CPW542-27-11 | 2022-2024 Watermain Replacement | \$6,901,644 | \$3,450,822 | \$1,150,274 | \$11,502,741 |
| CPW544-23-12 | 2022 Water Service Replacement - SOGR | \$1,673,720 | \$836,860 | \$278,953 | \$2,789,533 |
| CTP315-07-507 | Local Road Rehabilitation | \$2,082,498 | \$1,041,249 | \$347,083 | \$3,470,829 |
| CTP315-06-490 | Major Roads Rehabilitation | \$31,855 | \$15,928 | \$5,309 | \$53,092 |
| CTP717-58-171 | RSP LGSI and SCPEA | \$18,359 | \$9,180 | \$3,060 | \$30,599 |
| CTP315-09-574 | General Pooled Contingency | \$269,418 | \$134,709 | \$44,903 | \$449,031 |
| TS6050 | Utility Cut Road Rehabilitation | \$10,282 | \$5,141 | \$1,714 | \$17,137 |
| | Totals | \$10,987,776 | \$5,493,889 | \$1,831,296 | \$18,312,962 |

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

SOLICITATION SUMMARY

Solicitation Issued: June 15, 2022
Number of Addenda Issued: Two (2)
Number of Bids: Four (4)

Solicitation Closed: July 12, 2022

Table 2: Summary of Bids Received including bid price

| Supplier Name | Bid Price (excluding H.S.T.) |
|--|------------------------------|
| 2489960 Ontario Inc. o/a Kore Infrastructure Group | \$16,360,207.81* |
| Gio Contracting Inc. | \$16,850,158.95 |
| Gio Crete Construction Ltd. | \$30,006,499.00 |
| Sanscon Construction Ltd. | \$18,805,656.12 |

*Pursuant to the RFT 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 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 submitted electronically in Ariba; 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

Sandra Lisi
Acting Chief Procurement Officer