



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Document Number 3589421616 (Part B) to Finch Paving (1993) Inc., for Repair of Sewer Systems and Appurtenance at Various Locations for Toronto Water

Date: October 13, 2022

To: Bid Award Panel

From: Acting Chief Procurement Officer

Wards: 1, 2, 3, 4, 5, 6, 7, 8, 9, 12, 17, and 18

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 3589421616 (Part B), Contract Number 22TW-DC-323OCS.

Description:

Repair of Sewer Systems and Appurtenance at Various Locations within the City of Toronto - Part B: Wards: 1, 2, 3, 4, 5, 6, 7, 8, 9, 12, 17, and 18 (22TW-DC-323OCS) from date of award to June 30, 2023 with the option to extend the Contract for one (1) additional one (1) year period at the sole discretion of the City and subject to budget approval.

Should the option period be exercised, then the General Manager of Toronto Water will request the Acting Chief Procurement Officer to process the renewal under the same terms and conditions.

Recommended Supplier:

Part B: Finch Paving (1993) Inc.

Contract Award Value:

\$6,655,500 net of all applicable taxes and charges

\$7,520,715 including all applicable taxes and charges

\$6,772,637 net of HST recoveries

Contract is expected to start on the date of award to June 30, 2023.

Option Period 1 (July 1, 2023 to June 30, 2024)
\$6,855,165 net of all applicable taxes and charges
\$7,746,336 including all applicable taxes and charges
\$6,975,816 net of HST recoveries

The total contract award including all option periods is \$13,510,665 net of all applicable taxes and charges and \$15,267,052 including all applicable taxes and charges. **The total potential cost to the City including the option period is \$13,748,453 net of HST recoveries**

The above cost calculations reflect an estimated three (3) percent Consumer Price Index (CPI) increase applied annually to the yearly cost after the initial year.

FINANCIAL IMPACT

The total potential contract award value identified in this report including all option periods is \$15,267,052 including all applicable taxes and charges. The total potential cost to the City is \$13,748,453 net of HST recoveries.

The engineering estimate for this project is \$15,342,740 (Part B) net of all applicable taxes and charges.

Funding is available in the 2022 Approved Capital Budget and the 2023-2031 Approved Capital Plan for Toronto Water. Should the option period be exercised, appropriate additional funding will be requested in the 2023-2024 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 June 30, 2024	Total (net of HST Recoveries)
CWW465-06-215 Sewer Rehab – 2008 Program	\$2,438,149	\$4,334,488	\$6,975,816	\$13,748,453

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

SOLICITATION SUMMARY

Solicitation Issued: July 22, 2022

Solicitation Closed: August 17, 2022

Number of Addenda Issued: Zero (0)

Number of Bids: Four (4)

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price (excluding H.S.T.)
Finch Paving (1993) Inc.	\$6,355,500*
Utility Force Construction Inc.	\$6,428,200
OJCR Construction Ltd.	\$6,651,750**
614128 Ontario Ltd. O/A Trisan Construction	\$7,185,450

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

**Supplier was found non-compliant with mandatory requirements

DIVISION CONTACTS

Sabrina Dipietro, Senior Manager, Purchasing Client Services, Purchasing and Materials Management Division, 416-397-4809, Sabrina.Dipietro@toronto.ca

Antonio Longo, Manager, Operations Contract Services, Distribution and Collection, Toronto Water, 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 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;

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