



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Document Number 3694194042 to PTR Paving Inc. for Area 1 and Aqua Tech Solutions Inc. for Area 2 for Emergency Repairs in the City of Toronto for Transportation Services

Date: December 1, 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 3694194042 and Contract Number 23TR-OM-501-A1-ER for Area 1 and Contract Number 23TR-OM-502-A2-ER for Area 2

Description:

For the emergency repairs in the City of Toronto for Area 1 and Area 2 in the City of Toronto from date of award to December 31, 2023 with the option to renew the Contract for three (3) additional separate one (1) year periods at the sole discretion of the City and subject to budget approval.

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

Recommended Supplier:

Area 1: PTR Paving Inc.
Area 2: Aqua Tech Solutions Inc.

Contract Award Value:

Area 1: PTR Paving Inc.
\$1,055,150 net of all applicable taxes and charges
\$1,192,320 including HST and all applicable charges
\$1,073,721 net of HST recoveries

The Contract is expected to start on January 1, 2023 and end on December 31, 2023.

Option Year 1: January 1, 2024 to December 31, 2024

\$1,078,495 net of all applicable taxes and charges

\$1,218,699 including HST and all applicable charges

\$1,097,476 net of HST recoveries

Option Year 2: January 1, 2025 to December 31, 2025

\$1,102,539 net of all applicable taxes and charges

\$1,245,869 including HST and all applicable charges

\$1,121,944 net of HST recoveries

Option Year 3: January 1, 2026 to December 31, 2026

\$1,127,306 net of all applicable taxes and charges

\$1,273,855 including HST and all applicable charges

\$1,147,146 net of HST recoveries

The total potential contract award identified in this report for Area 1 and including all option periods is \$4,363,489 net of all applicable taxes and charges, \$4,930,743 including all applicable taxes and charges. **The total potential cost to the City including the option years is \$4,440,287 net of HST recoveries.**

Area 2: Aqua Tech Solutions Inc.

\$737,330 net of all applicable taxes and charges

\$833,183 including HST and all applicable charges

\$750,307 net of HST recoveries

The contract is expected to start on January 1, 2023 and end on December 31, 2023.

Option Year 1: January 1, 2024 to December 31, 2024

\$753,240 net of all applicable taxes and charges

\$851,161 including HST and all applicable charges

\$766,497 net of HST recoveries

Option Year 2: January 1, 2025 to December 31, 2025

\$769,627 net of all applicable taxes and charges

\$869,679 including HST and all applicable charges

\$783,173 net of HST recoveries

Option Year 3: January 1, 2026 to December 31, 2026

\$786,506 net of all applicable taxes and charges

\$888,752 including HST and all applicable charges

\$800,348 net of HST recoveries

The total potential contract award identified in this report for Area 2 including the option periods is \$3,046,703 net of all applicable taxes and charges, \$3,442,774 including all applicable taxes and charges. **The total potential cost to the City including the option years is \$3,100,325 net of HST recoveries.**

The cost calculations for the option years reflect an estimated three (3) percent Consumer Price Index increase applied annually to the annual cost after the initial year.

The total potential contract award identified in this report including all option periods for Areas 1 and 2 is \$7,410,192 net of all applicable taxes and charges and \$8,373,517

including all applicable taxes and charges. The total potential cost to the City for Areas 1 and 2 is \$7,540,612 net of HST recoveries.

FINANCIAL IMPACT

The total contract award identified in this report including all option years for Areas 1 and 2 is \$7,410,192 net of all applicable taxes and charges and \$8,373,517 including all applicable taxes and charges. **The total potential cost to the City for Areas 1 and 2 is \$7,540,612 net of HST recoveries.**

The engineering estimate of initial year for this project is \$899,198 net of all taxes and charges for **Area 1** and \$900,536 net of all taxes and charges for **Area 2**.

Funding will be included in the 2023-2026 Operating Budget for Transportation Services as follows:

Table 1: Financial Impact Summary of Recommended Contract

WBS Element	Description	Term	Contract Total (Net of HST Recoveries)
TS6050-4420	Area 1 Contracted Services- Construction	Initial Term Year 1 - January 1, 2023 to December 31, 2023	\$1,073,721
	Area 1 Contracted Services- Construction	Option Year (Year 1) - January 1, 2024 to December 31, 2024	\$1,097,476
	Area 1 Contracted Services- Construction	Option Year (Year 2) - January 1, 2025 to December 31, 2025	\$1,121,944
	Area 1 Contracted Services- Construction	Option Year (Year 3) - January 1, 2026 to December 31, 2026	\$1,147,146
Potential Area 1 Contract Value (Net of HST Recoveries)			\$4,440,287
TS6040-4420	Area 2 Contracted Services- Construction	Initial Term Year 1 - January 1, 2023 to December 31, 2023	\$750,307
	Area 2 Contracted Services- Construction	Option Year (Year 1) - January 1, 2024 to December 31, 2024	\$766,497
	Area 2 Contracted Services- Construction	Option Year (Year 2) - January 1, 2025 to December 31, 2025	\$783,173

WBS Element	Description	Term	Contract Total (Net of HST Recoveries)
	Area 2 Contracted Services- Construction	Option Year (Year 3) - January 1, 2026 to December 31, 2026	\$800,348
Potential Area 2 Contract Value (Net of HST Recoveries)			\$3,100,325
Total Potential Contract Value (Net of HST Recoveries)			\$7,540,612

The Chief Financial Officer and Treasurer have reviewed this report and agree with the financial impact information.

SOLICITATION SUMMARY

Solicitation Issued: October 12, 2022

Solicitation Closed: October 31, 2022

Number of Addenda Issued: One (1)

Number of Bids: Four (4)

Table 2a: Summary of Bids Received including bid price for 23TR-OM-501-A1-ER (Area 1)

Supplier Name	Bid Price (excluding H.S.T.)
PTR Paving Inc.	\$975,150.00*
Aqua Tech Solutions Inc.	\$985,095.00
Rafat General Contractor Inc.	\$1,249,880.00
Bevcon Construction & Paving Ltd.	\$1,337,555.00

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

Table 3b: Summary of Bids Received including bid price for 23TR-OM-502-A2-ER (Area 2)

Supplier Name	Bid Price (excluding H.S.T.)
Aqua Tech Solutions Inc.	\$697,330.00*
Bevcon Construction & Paving Ltd.	\$945,190.00
PTR Paving Inc.	\$946,825.00
Rafat General Contractor Inc.	\$1,261,450.00

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

DIVISION CONTACTS

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Barbara Gray, General Manager, Transportation Services, 416 392-8431,
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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. 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