



BID AWARD PANEL CONTRACT AWARD

Award of Document Number 3641398576 to Cimco Refrigeration, a Division of Toromont Industries Ltd, for a Refrigeration Service Programme to Maintain Existing Refrigeration Equipment for Parks, Forestry and Recreation

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 Quotation, Ariba Document Number 3641398576

Description:

For the all-inclusive supply, delivery, installation and provision of all labour, materials, equipment, vehicle, transportation, and supervision necessary for preventative, predictive, replacement, installation and on-demand repair services for Ammonia Refrigeration Equipment at various locations for the City of Toronto on behalf of the Parks, Forestry and Recreation Division.

The initial term of the Contract is to be for a period of three (3) years from the date of award, with an option in favour of the City to extend the agreement on the same terms and conditions for up to two (2) additional separate one (1) year periods, all in accordance with the terms, conditions, and specifications contained in this RFQ and any applicable City policies.

Should the options be exercised, then the General Manager of Parks, Forestry and Recreation will request the Acting Chief Procurement Officer to process the renewals under the same terms and conditions.

Recommended Supplier:

Cimco Refrigeration, a Division of Toromont Industries Ltd.

Contract Award Value:

\$10,098,699 net of all applicable taxes and charges
\$11,411,530 including HST and all applicable charges
\$10,276,436 net of HST recoveries

Contract is expected to start following the date of award and end by November 30, 2025.

Option Year 1: December 1, 2025 to November 30, 2026

\$3,467,219 net of all applicable taxes and charges
\$3,917,957 including HST and all applicable charges
\$3,528,242 net of HST recoveries

Option Year 2: December 1, 2026 to November 30, 2027

\$3,571,236 net of all applicable taxes and charges
\$4,035,497 including HST and all applicable charges
\$3,634,089 net of HST recoveries

The total potential contract award identified in this report, including all option years, is \$17,137,154 net of all applicable taxes and charges and \$19,364,984 including HST and all applicable taxes and charges. **The total potential cost to the City, including all option years is \$17,438,767 net of HST recoveries.**

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

FINANCIAL IMPACT

The total potential contract award identified in this report, including option years, is \$19,364,984 including HST and all applicable taxes and charges and \$17,137,154 net of all applicable taxes and charges. The total potential cost to the City, including all option years is \$17,438,767 net of HST recoveries

Funding is included in the 2022 Council Approved Operating Budget and the 2022 Approved Capital Budget and 2023-2031 Capital Plan for Parks, Forestry & Recreation for Parks, Forestry & Recreation, as summarized in Table 1.

Should the City choose to exercise its option to renew for an additional two (2) separate one (1) year periods, then appropriate additional funding will be requested in the 2025-2027 Operating and Capital Budget Submissions for Parks, Forestry & Recreation.

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

Description	Cost Element/ WBS Element	Initial Term				Option Year 1:	Option Year 2:	Total (Net of HST Recoveries)
		Date of Award to December 31, 2022	January 1, 2023 to December 31, 2023	January 1, 2024 to December 31, 2024	January 1, 2025 to November 30, 2025	December 1, 2025 to November 30, 2026	December 1, 2026 to November 30, 2027	
Various Parks Operating Budgets*	(4630)	\$76,448	\$917,371	\$917,371	\$840,923	\$917,371	\$917,371	\$4,586,855
CAMP (SGR) Arenas	CPR121-48-01	\$209,011	\$2,508,107	\$2,508,107	\$2,299,098	\$2,610,871	\$2,716,718	\$12,851,912
Total (Net of HST Recoveries)		\$285,459	\$3,425,478	\$3,425,478	\$3,140,021	\$3,528,242	\$3,634,089	\$17,438,767

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

SOLICITATION SUMMARY

Solicitation Issued: October 14, 2022 **Solicitation Closed:** November 3, 2022

Number of Addenda Issued: One (1)

Number of Bids: One (1)

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price (excluding HST)
Cimco Refrigeration, a Division of Toromont Industries Ltd.	\$10,098,699

DIVISION CONTACTS

Kelly Lee McGarry, Manager, CSCMP, Purchasing Client Services, Purchasing & Material Management Division. 416-338-5574, KellyLee.McGarry@toronto.ca

Kyle Moffit, Construction Coordinator, Parks, Forestry & Recreation Division, 416-338-5024, Kyle.Moffit@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