



## BID AWARD PANEL CONTRACT AWARD

### **Award of Ariba Document Number 3585949674 to 614128 Ontario Ltd o/a Trisan Construction for Service Area B for General Sewer and Watermain Construction Related Activities for Residential Service Connections (Part A) and for New Industrial, Commercial, and Institutional (Part B) for Toronto Water**

**Date:** December 29, 2022  
**To:** Bid Award Panel  
**From:** Acting Chief Procurement Officer  
**Wards:** 10, 13, 14, 19

#### **RECOMMENDATIONS**

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

**Solicitation Number:**

Negotiated Request for Proposal, Ariba Document Number 3585949674, Service Area B, Contract Number 22TW-DC-304OCS (Part A) and Contract Number 22TW-DC-309OCS (Part B)

**Description:**

General Sewer and Watermain Construction Related Activities for Residential Water & Sewer Service Connections (Part A, Contract Number 22TW-DC-304OCS) and New Industrial, Commercial, and Institutional (ICI) (Part B, Contract Number 22TW-DC-309OCS) for Toronto and East York Districts for Service Area B Wards: 10, 13, 14 and 19 from date of award to December 31, 2023 with the option to extend the Contract for two (2) additional one (1) year period at the sole discretion of the City and subject to budget approval.

Should the option period(s) 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:**

614128 Ontario Ltd o/a Trisan Construction

**Contract Award Value:**

**Part A - 614128 Ontario Ltd o/a Trisan Construction**

\$2,132,242 net of all applicable taxes and charges

\$2,409,433 including all applicable taxes and charges

**\$2,169,769 net of HST recoveries**

**Contract is expected to start on the date of award to December 31, 2023.**

Option Period 1 (January 1, 2024 to December 31, 2024)

\$2,196,209 net of all applicable taxes and charges

\$2,481,716 including all applicable taxes and charges

\$2,234,862 net of HST recoveries

Option Period 2 (January 1, 2025 to December 31, 2025)

\$2,262,095 net of all applicable taxes and charges

\$2,556,168 including all applicable taxes and charges

\$2,301,908 net of HST recoveries

The total contract award for 614128 Ontario Ltd o/a Trisan Construction including all option periods is \$6,590,547 net of all applicable taxes and charges and \$7,447,318 including all applicable taxes and charges. **The total potential cost to the City including the option period for 614128 Ontario Ltd o/a Trisan Construction is \$6,706,540 net of HST recoveries**

**Part B - 614128 Ontario Ltd o/a Trisan Construction**

\$2,928,092 net of all applicable taxes and charges

\$3,308,744 including all applicable taxes and charges

**\$2,979,627 net of HST recoveries**

**Contract is expected to start on the date of award to December 31, 2023.**

Option Period 1 (January 1, 2024 to December 31, 2024)

\$3,015,935 net of all applicable taxes and charges

\$3,408,007 including all applicable taxes and charges

\$3,069,015 net of HST recoveries

Option Period 2 (January 1, 2025 to December 31, 2025)

\$3,106,413 net of all applicable taxes and charges

\$3,510,247 including all applicable taxes and charges

\$3,161,086 net of HST recoveries

The total contract award for 614128 Ontario Ltd o/a Trisan Construction including all option periods is \$9,050,440 net of all applicable taxes and charges and \$10,226,998 including all applicable taxes and charges. **The total potential cost to the City including the option period for 614128 Ontario Ltd o/a Trisan Construction is \$9,209,728 net of HST recoveries.**

The total potential contact award including all option period is \$15,640,987 net of all taxes and charges and \$17,674,316 including all applicable taxes and charges. **The total potential cost to the City including the option period for both parts is \$15,916,269 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 \$17,674,316 including all applicable taxes and charges. The total potential cost to the City is \$15,916,269 net of HST recoveries.

The engineering estimate for this project is \$6,590,547 (Part A) and \$11,306,698 (Part B) net of all taxes and charges. The total engineering estimate is \$17,897,245 net of all taxes and charges.

Funding for 2023 and the first optional period, should it be exercised, is available in the 2023-2032 Capital Budget and Plan Submission for Toronto Water. Funding the second optional period, should it be exercised, will be included in the in the 2025-2034 Capital Budget and Plan Submission for Toronto Water. Funding details are summarized in Table 1 as follows:

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

<b>Cost Centre / WBS Element Description</b>	<b>Date of award to December 31, 2023</b>	<b>Option Period 1: January 1, 2024 to December 31, 2024</b>	<b>Option Period 2: January 1, 2025 to December 31, 2025</b>	<b>Total (net of HST Recoveries)</b>
CPW600-02-20 New Service Connections – Site Servicing	\$2,169,769	\$2,234,862	\$2,301,908	\$6,706,540
CPW600-02-22 New Service Connections – Site Servicing	\$2,979,627	\$3,069,015	\$3,161,086	\$9,209,728
<b>Total (Net of HST Recoveries)</b>	<b>\$5,149,396</b>	<b>\$5,303,878</b>	<b>\$5,462,994</b>	<b>\$15,916,269</b>

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

## SOLICITATION SUMMARY

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**Solicitation Issued:** July 18, 2022  
**Number of Addenda Issued:** Two (2)  
**Number of Bids:** Six (6)

**Solicitation Closed:** August 17, 2022

Table 2: Summary of Bids Received

Supplier Name
614128 Ontario Ltd. o/a Trisan Construction**
Clearway Construction Inc.*
N.S.J. Waterworx Group Ltd.
Rabcon Contractors Ltd.
OJCR Construction Ltd.
Utility Force Construction Inc.

\*Supplier was found non-compliant with mandatory requirements.

\*\*Pursuant to the Negotiated Request for Proposal document the contract award value includes contingency.

### Range of Scores:

100.00 – 45.00

## DIVISION CONTACTS

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## COMMENTS

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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**

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Tanvir Ahmad  
Acting Chief Procurement Officer