



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Document Number 3726446116 to Rafat General Contractor Inc. for the Supply and Delivery of Unshrinkable Fill to Various Locations in the City of Toronto for Toronto Water

Date: February 9, 2023
To: Bid Award Panel
From: Chief Procurement Officer
Wards: All

RECOMMENDATIONS

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

Solicitation Number:

Request for Quotation, Ariba Document Number 3726446116, Contract Number 22TW-DC-329OCS

Description:

For the non-exclusive provision of supply and delivery of Unshrinkable Fill on a 24 hour, 7 day a week basis to various locations in the City of Toronto (City Wide) from April 16, 2023 for a period of one (1) year with an option to renew the Contract for four (4) additional separate one (1) year periods at the sole discretion of the City and subject to budget approval(s).

Should the option year(s) be exercised then the General Manager of Toronto Water will request the Chief Procurement Officer to process the renewal under the same terms and conditions.

Recommended Supplier:

Rafat General Contractor Inc.

Contract Award Value:

\$1,846,500 net of all applicable taxes and charges
\$2,086,545 including HST and all applicable charges
\$1,878,998 net of HST recoveries

Contract is expected to start on April 16, 2023 and end on April 15, 2024.

Option Year 1 – April 16, 2024 to April 15, 2025

\$1,901,895 net of all applicable taxes and charges
\$2,149,141 including all applicable taxes and charges
\$1,935,368 net of HST recoveries

Option Year 2 – April 16, 2025 to April 15, 2026

\$1,958,952 net of all applicable taxes and charges
\$2,213,616 including all applicable taxes and charges
\$1,993,429 net of HST recoveries

Option Year 3 – April 16, 2026 to April 15, 2027

\$2,017,720 net of all applicable taxes and charges
\$2,280,024 including all applicable taxes and charges
\$2,053,232 net of HST recoveries

Option Year 4 – April 16, 2027 to April 16, 2028

\$2,078,252 net of all applicable taxes and charges
\$2,348,425 including all applicable taxes and charges
\$2,114,829 net of HST recoveries

The total potential contract award including all option years is \$9,803,319 net of all taxes and charges and \$11,077,751 including all applicable taxes and charges. **The total potential cost to the City including all option year periods is \$9,975,858 net of HST recoveries.**

The above cost calculations reflect a 3 percent Consumer Price Index adjustment applied annually to each option year after the initial one (1) year period.

FINANCIAL IMPACT

The total contract award identified in this report including all option years is \$11,077,751 including all applicable taxes and charges. The total potential cost to the City is \$9,975,858 net of HST recoveries.

The engineering estimate for this project is \$9,496,504 net of all taxes and charges.

Funding for 2023 is included in the 2023 Tabled Operating Budget for Toronto Water. Appropriate additional funding for the balance of initial contract period and the optional periods, should they be exercised, will be included in the 2024-2028 Operating 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 / Cost Element	April 16, 2023 to December 31, 2023	January 1, 2024 to April 15, 2024	Option Period 1: April 16, 2024 to April 15, 2025	Option Period 2: April 16, 2025 to April 15, 2026	Option Period 3: April 16, 2026 to April 15, 2027	Option Period 4: April 16, 2027 to April 16, 2028	Total (net of HST Recoveries)
TW2030 4424 NYEY	\$764,949	\$314,979	\$1,112,326	\$1,145,696	\$1,180,066	\$1,215,468	\$5,733,484
TW2040 4424 TESC	\$566,008	\$233,062	\$823,043	\$847,734	\$873,166	\$899,361	\$4,242,374
Total	\$1,330,957	\$548,041	\$1,935,368	\$1,993,429	\$2,053,232	\$2,114,829	\$9,975,858

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

SOLICITATION SUMMARY

Solicitation Issued: November 1, 2022 **Solicitation Closed:** November 25, 2022

Number of Addenda Issued: None (0)

Number of Bids: Two (2)

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price (excluding H.S.T.)
Rafat General Contractor Inc.	\$1,826,500.00
Ontario Redimix	\$1,871,000.00*

*Pursuant to the request for quotation document the contract award value includes contingency

DIVISION CONTACTS

Marie Reid, Manager, Infrastructure and Development Services, Purchasing Client Services, Purchasing and Materials Management Division, 416-397-5187, Marie.Reid@toronto.ca

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

Geneviève Sharkey
Chief Procurement Officer