

# BID AWARD PANEL CONTRACT AWARD

# Award of Ariba Document Number 3724611101 to 671860 Ontario Inc. operating as Somerville Construction for Yonge Street Linear Parks Improvements for Parks, Forestry, and Recreation

Date: March 9, 2023To: Bid Award PanelFrom: Chief Procurement OfficerWards: 13

### RECOMMENDATIONS

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

#### Solicitation Number:

Request for Tender, Ariba Document Number 3724611101, Contract Number 22-PFR-195

#### **Description:**

For the Supply and Delivery of all Labour, Materials, Equipment and Supervision required to complete the Yonge Street Linear Parks Improvements (George Hislop and Norman Jewison Parks), on behalf of the Parks, Forestry and Recreation Division of the City of Toronto.

#### **Recommended Supplier:**

671860 Ontario Inc. operating as Somerville Construction.

#### **Contract Award Value:**

\$ 5,355,317 net of all applicable taxes and charges
\$ 6,051,508 including HST and all applicable charges
\$ 5,449,571 net of HST Recoveries

The contract is expected to start following the date of award and end by December 31, 2023.

# FINANCIAL IMPACT

The total contract award identified in this report is \$6,051,508 including all applicable taxes and charges. The cost to the City is \$5,449,571 net of HST recoveries.

The construction estimate for this project is \$4,600,000 excluding all taxes and charges.

Funding for this project is included in the 2023 Council Approved Capital Budget and 2024-2032 Capital Plan for Parks, Forestry and Recreation as summarized in Table 1 below.

Table 1: Financial Impact Summary	y of Recommended Contract
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WBS Element	Description	Date of Award to December 31, 2023	Total (Net of HST Recoveries)
CPR117-48-48	Yonge Street Linear Parks Improvements	\$ 5,449,571	\$5,449,571

The Chief Financial Officer and Treasurer has reviewed this report and agrees with information included in the Financial Impact section.

## SOLICITATION SUMMARY

Solicitation Issued: November 8, 2022Solicitation Closed: December 22,2022Number of Addenda Issued: Three (3)Number of Bids: Three (3)

Table 2: Summary of Bids Received including Base Bid Price

Supplier Name	Base Bid Price (excluding H.S.T. & contingency)
Pine Valley Corporation	\$5,432,110.91 *
671860 Ontario Inc. operating as Somerville Construction	\$5,528,355.92 **
Rutherford Contracting Ltd.	\$5,744,233.06

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

<sup>\*</sup> Bid was deemed Non-Compliant

\*\* Pursuant to the Request for Tender the compliant low-bid was descoped to meet budget.

### **DIVISION CONTACTS**

Kelly Lee McGarry, CSCMP (she/her), Manager, Purchasing Client Services Purchasing and Materials Management Division, 416-338-5574, KellyLee.McGarry@toronto.ca

Alex Mut, Manager, Construction Management and Capital Projects, Parks, Forestry and Recreation, Tel: 416-392-8177, <u>Alex.Mut@toronto.ca</u>

#### COMMENTS

For the recommended contract award, the following requirements have been met:

a. The firm recommended for award is the lowest price bidding Supplier meeting specifications 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:

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 Purchasing & Materials Management Division