



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Document Number 3727842694 to Aerzen Canada Inc. for the Pre-Purchase of Digester Gas Dry Screw Compressors for the Ashbridges Bay Treatment Plant for Engineering and Construction Services

Date: May 4, 2023
To: Bid Award Panel
From: Chief Procurement Officer
Wards: 14

RECOMMENDATIONS

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

Solicitation Number:

Request for Proposal, Ariba Document Number 3727842694, Contract Number RFP-22ECS-MI-05AB

Description:

Pre-Purchase of Digester Gas Dry Screw Compressors for Ashbridges Bay Treatment Plant

Recommended Supplier:

Aerzen Canada Inc.

Contract Award Value:

\$11,174,078 net of all applicable taxes and charges
\$12,626,708 including HST and all applicable charges
\$11,370,742 net of HST recoveries

Contract is expected to start on date of award and end on December 31, 2029.

FINANCIAL IMPACT

The total contract award identified in this report is \$12,626,708 including all applicable taxes and charges. The total potential cost to the City is \$11,370,741 net of HST recoveries.

The engineering estimate for this project is \$9,852,798 net of all taxes and charges.

Funding is included in the 2023 Approved Capital Budget and 2024-2032 Approved Capital Plan for Toronto Water. Funding details are summarized as follows:

Table 1: Financial Impact Summary of Recommended Contract

WBS Element	Description	Date(s)	Total (net of HST Recoveries)
CWW019-46	Heating and Air Systems	Date of Award to December 31, 2023	\$628,131
		January 1, 2024 to December 31, 2024	\$1,729,838
		January 1, 2025 to December 31, 2025	\$5,114,644
		January 1, 2026 to December 31, 2026	\$3,038,129
		January 1, 2027 to December 31, 2027	\$810,000
		January 1, 2028 to December 31, 2028	\$30,000
		January 1, 2029 to December 31, 2029	\$20,000
Total (Net of HST recoveries)			\$11,370,742

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

SOLICITATION SUMMARY

Solicitation Issued: November 10, 2022

Solicitation Closed: January 22, 2023

Number of Addenda Issued: Seven (7)

Number of Bids: Two (2)

Table 2: Summary of Bids Received

Supplier Name
Aerzen Canada Inc*
Premier Fluid Systems Inc.**

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

**Proponent was found to be non-compliant with mandatory technical requirements.

DIVISION CONTACTS

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Simon Hopton, Director, Design & Construction, Major Infrastructure, Engineering & Construction Services, 416-395-6270, Simon.Hopton@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

Genevieve Sharkey
Chief Procurement Officer