



## **BID AWARD PANEL CONTRACT AWARD**

### **Award of Ariba Document Number 4005137066 to 1460973 Ontario Ltd. O/A C.P. Systems for Cathodic Protection of Existing Ductile Iron Watermain Pipes for Toronto Water**

**Date:** October 12, 2023

**To:** Bid Award Panel

**From:** Chief Procurement Officer

**Wards:** 1, 2, 5, 6, 7, 8, 15, 16, 18, 21, 24, 25

#### **RECOMMENDATIONS**

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**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 4005137066, Contract Number 23TW-CTS-04CWD

**Description:**

Cathodic Protection of Existing Ductile Iron Watermain Pipes using either Magnesium Anodes or Zinc Anodes, but not both in Etobicoke York, North York, and Scarborough Districts, Ward 1, 2, 5, 6, 7, 8, 15, 16, 18, 21, 24 and 25.

**Recommended Supplier:**

1460973 Ontario Ltd. O/A C.P. Systems

**Contract Award Value:**

\$3,028,907 net of all applicable taxes and charges

\$3,422,665 including HST and all applicable charges

**\$3,082,216 net of HST recoveries**

**Contract is expected to start on the date of award and end on December 31, 2025.**

#### **FINANCIAL IMPACT**

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The total contract award identified in this report is \$3,028,907 net of all applicable taxes and charges and \$3,422,665 including HST and all applicable charges. The cost to the City is \$3,082,216 net of HST recoveries.

The engineering estimate for this project is \$2,189,956 net of all applicable taxes and charges.

Funding for this contract award is included in the 2023 Approved Capital Budget and 2024-2032 Approved Capital Plan for Toronto Water. Funding details are summarized in Table 1 as follows.

**Table 1: Financial Impact Summary of Recommended Contract**

| WBS Element and Account Name         | Dates                                | Total (net of HST Recoveries) |
|--------------------------------------|--------------------------------------|-------------------------------|
| CPW543-05<br>Cathodic Protection     | Date of Award to December 31, 2023   | \$ 1,232,886                  |
|                                      | January 1, 2024 to December 31, 2024 | \$ 1,541,108                  |
|                                      | January 1, 2025 to December 31, 2025 | \$ 308,222                    |
| <b>Total (Net of HST Recoveries)</b> |                                      | <b>\$ 3,082,216</b>           |

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

## SOLICITATION SUMMARY

**Solicitation Issued:** June 28, 2023      **Solicitation Closed:** July 25, 2023  
**Number of Addenda Issued:** Zero (0)  
**Number of Bids:** Two (2)

Table 2: Summary of Bids Received including bid price.

| Supplier Name                          | Bid Price (excluding H.S.T.) |
|----------------------------------------|------------------------------|
| 1460973 Ontario Limited o/a CP Systems | \$2,884,673.00*              |
| Global Cathodic Protection Inc.        | \$8,370,741.86               |

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

## 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 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 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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Geneviève Sharkey  
Chief Procurement Officer