



BID AWARD PANEL CONTRACT AWARD

Award of Ariba Document Number 4017101390 to Toronto Drydock Limited for the Supply of Labour, Equipment, Materials, Services, and Repair of City of Toronto Ferryboats and Fire Boats for Parks, Forestry, & Recreation and Toronto Fire Services Divisions

Date: November 2, 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 4017101390

Description:

For the non-exclusive supply of all labour, equipment, materials, services, apparatus, transportation, lay days, permits, and incidentals required for the dry-docking ship repair services, and/or onsite ship repair services for the City of Toronto's Ferryboats and Fire Boats from date of award for a period of one (1) year, with an option in favour of the City to extend the agreement on the same terms and conditions for an additional four (4) separate one (1) year periods.

Recommended Bidders:

Toronto Drydock Limited

Contract Award Value:

Initial Term: Date of Award to November 7, 2024

\$3,190,719 net of all applicable taxes and charges
\$3,605,512 including HST and all applicable charges
\$3,246,876 net of HST recoveries

The contract is expected to start on the date of award and end on November 7, 2024.

Option Year 1: November 8, 2024 to November 7, 2025

\$3,286,441 net of all applicable taxes and charges

\$3,713,678 including all applicable taxes and charges

\$3,344,282 net of HST recoveries

Option Year 2: November 8, 2025 to November 7, 2026

\$3,385,034 net of all applicable taxes and charges

\$3,825,088 including all applicable taxes and charges

\$3,444,610 net of HST recoveries

Option Year 3: November 8, 2026 to November 7, 2027

\$3,486,585 net of all applicable taxes and charges

\$3,939,841 including all applicable taxes and charges

\$3,547,949 net of HST recoveries

Option Year 4: November 8, 2027 to November 7, 2028

\$3,591,182 net of all applicable taxes and charges

\$4,058,036 including all applicable taxes and charges

\$3,654,387 net of HST recoveries

The total potential contract award identified in this report including all option years is \$19,142,155 including all applicable taxes and charges and \$16,939,961 net of all applicable taxes and charges. **The total potential cost to the City including all option years is \$17,238,104.**

The above cost calculations reflect the bid price plus 20 percent for miscellaneous materials and mark up trade cost. The above cost calculations for the Option Years reflect an estimated annual 3% increase as per the Consumer Price Index (CPI).

FINANCIAL IMPACT

The total contract award identified in this report is \$19,142,155 including all applicable taxes and charges and \$16,939,961 net of all applicable taxes and charges. The cost to the City, including the option years, is \$17,238,104 net of HST recoveries.

Funding for the contract award is included in the 2023 Council Approved Capital Budget and 2024-2032 Capital Plan for Parks, Forestry and Recreation as well as the 2023 Approved Operating Budget for Toronto Fire Services. Additional funding will be included in the 2024 Operating Budget Submission for Toronto Fire Service for the balance of the initial contract term.

The funding will be drawn upon in increments via Contract Release Orders on an as-needed basis, in consideration of approved cash flow commitments. Should the City choose to exercise its option to renew for an additional four (4) separate one (1) year periods, then appropriate additional funding, if needed, will be included in the 2024-2028 Capital Budget Submissions for Parks, Forestry & Recreation as well as the 2024-2028 Operating Budget Submissions for Toronto Fire Services.

Table 1: Financial Impact Summary of Recommended Contract (Net of HST recoveries)

Toronto Fire Services

Cost Centre / WBS Element	Description	Initial Term	Option Year One	Option Year Two	Option Year Three	Option Year Four	Total
FR0038 FR0025 C/E4424	Mechanical Maintenance – Marine	\$242,066	\$249,328	\$256,807	\$264,512	\$272,447	\$1,285,160

Parks, Forestry and Recreation

Cost Centre / WBS Element	Description	Initial Term	Option Year One	Option Year Two	Option Year Three	Option Year Four	Total
CPR126-49	Special Facilities Buildings & Structures	\$3,004,810	\$3,094,954	\$3,187,803	\$3,283,437	\$3,381,940	\$15,952,944

Consolidated Total – Toronto Fire Services and Parks, Forestry and Recreation

Initial Term	Option Year One	Option Year Two	Option Year Three	Option Year Four	Total
\$3,246,876	\$3,344,282	\$3,444,610	\$3,547,949	\$3,654,387	\$17,238,104

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

SOLICITATION SUMMARY

Call Issued: July 25, 2023

Call Closed: August 22, 2023

Number of Addenda Issued: None

Number of Bids: One (1)

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price* (excluding H.S.T)
Toronto Drydock Limited	\$2,658,933

*Bid Price does not contain the 20% for miscellaneous materials

DIVISION CONTACTS

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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