TORONTO

BID AWARD PANEL CONTRACT AWARD

Award of Doc4577962498 to A&F Di Carlo Construction Inc. and Aqua Tech Solutions Inc. for Permanent Surface Reinstatement Repairs at Various Locations for Toronto Water

Date: August 1, 2024
To: Bid Award Panel
From: Chief Procurement Officer
Wards: 1 - Etobicoke North, 2 - Etobicoke Centre, 3 - Etobicoke-Lakeshore, 4 - Parkdale-High Park, 5 - York South-Weston, 7 - Humber River-Black Creek, 11 - University-Rosedale, 13 - Toronto Centre, 14 - Toronto-Danforth, 19 - Beaches-East York, 20 - Scarborough Southwest, 21 - Scarborough Centre, 22 - Scarborough-Agincourt, 23 - Scarborough North, 24 - Scarborough-Guildwood, 25 - Scarborough-Rouge Park

RECOMMENDATIONS

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

Solicitation Number:
Request for Tender Doc4577962498, Contract Number 24TW-DC-312OCS (Service Area 1), 24TW-DC-313OCS (Service Area 2), and 24TW-DC-314OCS (Service Area 3)

Description:
Permanent Surface Reinstatement for Toronto Water Repairs at Various Locations within the City of Toronto - Service Area 1 for Toronto, East York (24TW-DC-312OCS), Service Area 2 for Etobicoke and York (24TW-DC-313OCS), and Service Area 3 for Scarborough (24TW-DC-314OCS) from the date of award to June 30, 2025 with the option in favour of the City to extend the term of the agreement on the same terms and conditions for up to one (1) additional separate one (1) year period at the sole discretion of the City an subject to budget approval.

Should the option period be exercised, the General Manager of Toronto Water will request the Chief Procurement Officer to process the renewal under the same terms and conditions.

Recommended Suppliers:
A & F Di Carlo Construction Inc. (Service Area 1)
Aqua Tech Solutions Inc. (Service Area 2)
Aqua Tech Solutions Inc. (Service Area 3)

Contract Award Value:

Service Area 1 - A&F Di Carlo Construction Inc.
$3,122,085 net of all applicable taxes and charges
$3,527,956 including HST and all applicable charges
$3,177,034 net of HST recoveries

Contract is expected to start on date of award and end on June 30, 2025.

Option Period 1 (July 1, 2025 to June 30, 2026)
$3,122,085 net of all applicable taxes and charges
$3,527,956 including HST and all applicable charges
$3,177,034 net of HST recoveries

The total potential contact award including all option period is $6,244,170 net of all taxes and charges and $7,055,912 including all applicable taxes and charges. **The total potential cost to the City including all option period is $6,354,067 net of HST recoveries.**

Service Area 2 - Aqua Tech Solutions Inc.
$5,079,750 net of all applicable taxes and charges
$5,740,118 including HST and all applicable charges
$5,169,154 net of HST recoveries

Contract is expected to start on date of award and end on June 30, 2025.

Option Period 1 (July 1, 2025 to June 30, 2026)
$5,079,750 net of all applicable taxes and charges
$5,740,118 including HST and all applicable charges
$5,169,154 net of HST recoveries

The total potential contact award including all option period is $10,159,500 net of all taxes and charges and $11,480,235 including all applicable taxes and charges. **The total potential cost to the City including all option period is $10,338,307 net of HST recoveries.**

Service Area 3 - Aqua Tech Solutions Inc.
$3,627,550 net of all applicable taxes and charges
$4,099,132 including HST and all applicable charges
$3,691,395 net of HST recoveries

Contract is expected to start on date of award and end on June 30, 2025.

Option Period 1 (July 1, 2025 to June 30, 2026)
$3,627,550 net of all applicable taxes and charges
$4,099,132 including HST and all applicable charges
$3,691,395 net of HST recoveries

The total potential contact award including all option period is $7,255,100 net of all taxes and charges and $8,198,263 including all applicable taxes and charges. **The total potential cost to the City including all option period is $7,382,790 net of HST recoveries.**

The combined total potential contact award including all option periods is $23,658,770 net of all taxes and charges and $26,734,410 including all applicable taxes and charges. **The total potential cost to the City including the option periods is $24,075,164 net of HST recoveries.**

Pricing for the option term will remain firm, there will be no changes or adjustments to the unit rates submitted for the duration of the renewal period.

FINANCIAL IMPACT

The total potential contact award value identified in this report including all option periods is $23,658,770 net of all taxes and charges and $26,734,410 including all applicable taxes and charges. The total potential cost to the City including the option periods is $24,075,164 net of HST recoveries.

The engineering estimate for Service Area 1 is $7,057,700, for Service Area 2 is $11,748,500, and for Service Area 3 is $8,200,000 for a project total of $27,006,200 net of all applicable taxes and charges.

Capital funding for the initial contract period is available in the 2024 Capital Budget and 2025-2033 Capital Plan for Toronto Water. Operating funding for 2024 is available in the 2024 Operating Budget with the balance of funding for the initial contract period to be included in the 2025 Operating Budget Submission for Toronto Water. Should the optional period be exercised, appropriate additional funding will be included in the 2025 Capital and Operating Budget Submissions for Toronto Water.

Funding details are summarized in Table 1 as follows:

Table 1: Financial Impact Summary of Recommended Contract

Cost Centre/ WBS Element Description	Date of Award to December 31, 2024	January 1, 2025 to June 30, 2025	Option Period 1: July 1, 2025 to June 30, 2026	Total (net of HST recoveries)
CPW544-10-82 WSR Cut Repairs	$ 341,187	$ 255,710	$ 596,897	$ 1,193,794
CPW544-10-83 WSR Cut Repairs	$ 555,124	$ 416,051	$ 971,174	$ 1,942,349
CPW544-10-84 WSR Cut Repairs	$ 396,425	$ 297,110	$ 693,535	$ 1,387,070

Cost Centre/ WBS Element Description	Date of Award to December 31, 2024	January 1, 2025 to June 30, 2025	Option Period 1: July 1, 2025 to June 30, 2026	Total (net of HST recoveries)
CPW600-03 Cut Repairs Required for New Service Connection	$ 2,631,640	$1,972,344	$ 4,603,984	$ 9,207,968
CWW465-10 Sewer Rehabilitation - Cut Repairs	$ 461,691	$ 346,025	$ 807,717	$ 1,615,433
CPW543-03 Cut Repairs	$ 230,846	$ 173,013	$ 403,858	$ 807,717
TW2020 / 4424 D&C Dist. Contract Services	$ 2,263,776	$ 1,696,640	$ 3,960,417	$ 7,920,833
Total net of HST recoveries	**$ 6,880,689**	**$ 5,156,893**	**$ 12,037,582**	**$ 24,075,164**

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

SOLICITATION SUMMARY

Solicitation Issued: May 16, 2024 **Solicitation Closed:** June 17, 2024
Number of Addenda Issued: None
Number of Bids: Seven (7)

Table 2: Summary of Bids Received for Service Area 1

Supplier Name	Bid Price (excluding H.S.T.)
A&F Di Carlo Construction Inc.	$2,822,085*
PTR Paving	$3,122,025
Vaughan Paving Ltd.	$3,609,025
Bevcon Construction & Paving Ltd.	$3,765,400
Aqua Tech Solutions Inc.	$3,878,850

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

Table 3: Summary of Bids Received for Service Area 2

Supplier Name	Bid Price (excluding H.S.T.)
Infrastructure Coatings Corporation*	$4,335,750
Aqua Tech Solutions Inc.	$4,779,750**
PTR Paving	$5,622,900
A&F Di Carlo Construction Inc.	$5,781,075
Vaughan Paving Ltd.	$6,285,125
Bevcon Construction & Paving Ltd.	$6,563,750

*Supplier was found non-compliant with the mandatory requirements
**Pursuant to the Request for Tender document the contract award value includes contingency

Table 4: Summary of Bids Received for Service Area 3

Supplier Name	Bid Price (excluding H.S.T.)
Aqua Tech Solutions Inc.	$3,277,550*
A&F Di Carlo Construction Inc.	$3,892,550
Vaughan Paving Ltd.	$4,082,500
Bevcon Construction & Paving Ltd.	$4,410,250
D. Crupi and Sons	$4,481,263.40
PTR Paving	$4,542,750

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

DIVISION CONTACTS

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Antonio Longo, Manager, Operations Contract Services, Distribution and Collection, Toronto Water, 416-392-4164, Email: 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
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> 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