



BID AWARD PANEL CONTRACT AWARD

Award of Doc4611820560 to 2489960 Ontario Inc. o/a Kore Infrastructure Group for Watermain Replacement, Sewer Replacement, Bikeway Installation, Traffic Signal Works and Road Reconstruction for Engineering and Construction Services

Date: August 15, 2024
To: Bid Award Panel
From: Chief Procurement Officer
Wards: 11 - University-Rosedale

RECOMMENDATIONS

The Chief Procurement Officer recommends that the Bid Award Panel, pursuant to Section 195-8.3.A (3) of the Municipal Code, Chapter 195, Procurement, exercise the power of a Standing Committee to grant authority to award the following contract:

Solicitation Number:

Request for Tender Doc4611820560, Contract Number 24ECS-LU-08SU

Description:

Watermain and substandard water service replacements on Harbord Street, Howland Avenue, Huron Street, and Palmerston Avenue. Sanitary sewer replacement and major road resurfacing on Harbord Street. Local road resurfacing on Hoskin Avenue and Howland Avenue and bike lane upgrades on Harbord Street and Hoskin Avenue.

Recommended Supplier:

2489960 Ontario Inc. o/a Kore Infrastructure Group

Contract Award Value:

\$28,710,000 net of all applicable taxes and charges

\$32,442,300 including HST and all applicable charges

\$29,215,296 net of HST recoveries

Contract is expected to start on date of award and end on August 31, 2025.

FINANCIAL IMPACT

The total contract award identified in this report is \$32,442,300 including all applicable taxes and charges. The cost to the City is \$29,215,296 net of HST recoveries.

The engineering estimate for this project is \$30,514,186 net of all taxes and charges.

Funding is included in the 2024 Capital Budget and the 2025 – 2033 Capital Plan for Toronto Water and Transportation Services in the following Accounts:

Table 1: Financial Impact Summary of Recommended Contract

Account	Description	Date of Award to December 31, 2024	January 1, 2025 to December 31, 2025	January 1, 2026 to December 31, 2026	Total (net of HST recoveries)
CWW472-24-14	Sewer Replacement 2022-2023 Program	\$407,109	\$814,217	\$135,703	\$1,357,029
CPW544-23-44	2022 Water Service Replacement SOGR	\$1,457,154	\$2,914,309	\$485,718	\$4,857,181
CPW542-27-38	2022-2024 Watermain Replacement	\$4,268,264	\$8,536,529	\$1,422,755	\$14,227,548
CTP315-07-625	Local Road Rehabilitation	\$161,972	\$323,944	\$53,991	\$539,907
CTP315-06-566	Major Roads Rehabilitation	\$1,517,793	\$3,035,585	\$505,931	\$5,059,309
CTP817-05-389	Cycling Infrastructure	\$705,613	\$1,411,227	\$235,205	\$2,352,045
CTP315-09-763	General Pooled Contingency	\$246,683	\$493,367	\$82,228	\$822,278
Totals		\$8,764,588	\$17,529,178	\$2,921,531	\$29,215,296

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

SOLICITATION SUMMARY

Solicitation Issued: June 17, 2024
Number of Addenda Issued: Five (5)
Number of Bids: Two (2)

Solicitation Closed: July 25, 2024

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price (excluding H.S.T.)
2489960 Ontario Inc. o/a Kore Infrastructure Group	\$26,100,000.00*
Gio Crete Construction Ltd.	\$29,905,752.00

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

DIVISION CONTACTS

Marie Reid, Manager, Infrastructure and Development Services, Purchasing and Materials Management Division, 416-397-5187, Marie.Reid@toronto.ca

Mika Raisanen, P. Eng., Director, Linear Underground Infrastructure, Engineering and Construction Services, 416-392-0867, Mika.Raisanen@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 more than \$20 million dollars (excluding applicable taxes), being within the authority of the Bid Award Panel during the period when the City Council breaks for the summer recess and the first agenda closing deadline for the appropriate Standing Committee following the break; 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