



BID AWARD PANEL CONTRACT AWARD

Award of Doc4628245587 to Gio Crete Construction Ltd. / Nelli Construction for Road Resurfacing, Watermain and Sewer Replacements for Engineering and Construction Services

Date: September 5, 2024

To: Bid Award Panel

From: Chief Procurement Officer

Wards: 4-Parkdale-High Park, 9-Davenport, 10-Spadina-Fort York, 13-Toronto Centre

RECOMMENDATIONS

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

Solicitation Number:

Request for Tender Doc4628245587, Contract Number 24ECS-LU-03SU

Description:

Watermain Replacement, Sewer Replacement, and Road Resurfacing on various roads in Toronto

Recommended Supplier:

Gio Crete Construction Ltd. / Nelli Construction

Contract Award Value:

\$13,439,387 net of all applicable taxes and charges

\$15,186,507 including HST and all applicable charges

\$13,675,920 net of HST recoveries

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

FINANCIAL IMPACT

The total potential contract award identified in this report is \$15,186,507 including all applicable taxes and charges. The cost to the City is \$13,675,920 net of HST recoveries.

The engineering estimate for this project is \$14,365,320 net of all taxes and charges.

Funding is available in the 2024 Capital Budget and the 2025 – 2033 Capital Plan for Toronto Water and Transportation Services. Additional funding details to follow in Table 1.

Table 1: Financial Impact Summary of Recommended Contract

WBS Element	SAP 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)
CTP315-07-626	Local Road Rehabilitation	\$198,231	\$396,462	\$66,077	\$660,769
CTP315-06-567	Major Roads Rehabilitation	\$1,096	\$2,191	\$365	\$3,652
CTP315-05-152	Laneways	\$118,446	\$236,892	\$39,482	\$394,820
CTP315-09-764	General Pooled Contingency	\$31,554	\$63,108	\$10,518	\$105,180
CWW472-24-13	Sewer Replacement - 2022-2023 Program	\$1,122,567	\$2,245,134	\$374,189	\$3,741,890
CPW544-23-39	2022 Water Service Replacement - SOGR	\$235,717	\$471,434	\$78,572	\$785,723
CPW542-27-33	2022-2024 Watermain Replacement	\$2,395,165	\$4,790,331	\$798,388	\$7,983,884
Total					\$13,675,920

The 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 26, 2024
Number of Addenda Issued: Four (4)
Number of Bids: Three (3)

Solicitation Closed: July 29, 2024

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price (excluding H.S.T.)
Gio Crete Construction Ltd. / Nelli Construction *	\$12,217,624.25 **
2489960 Ontario Inc. o/a Kore Infrastructure Group/ Rabcon Contractors Ltd. and CG Construction Services Ltd. *	\$12,263,000.00
614128 Ontario Ltd. o/a Trisan Construction	\$16,953,714.00

* The bid was submitted as a Joint Venture.

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

DIVISION CONTACTS

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

Mika Raisanen, P. Eng., Director, Design and Construction, 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 Supplier with the lowest bid 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