

## **Award of Doc4495674420 to D. Crupi & Sons Limited for Local Roads Resurfacing for Engineering and Construction Services**

**Date:** May 15, 2024

**To:** General Government Committee

**From:** Chief Engineer and Executive Director, Engineering and Construction Services and Chief Procurement Officer

**Wards:** Ward 6 (York Centre), Ward 7 (Humber River-Black Creek), Ward 9 (Davenport), Ward 12 (Toronto-St. Paul's), Ward 15 (Don Valley West), Ward 16 (Don Valley East), Ward 18 (Willowdale), Ward 19 (Beaches-East York), Ward 20 (Scarborough Southwest), Ward 21 (Scarborough Centre), Ward 22 (Scarborough-Agincourt), Ward 23 (Scarborough North), and Ward 25 (Scarborough-Rouge Park)

### **SUMMARY**

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The purpose of this report is to advise of the results of the Request for Tender Doc4495674420, Contract Number 24ECS-RD-15LR, for the Local Roads Resurfacing in Wards 6, 7, 9, 12, 15, 16, 18, 19, 20, 21, 22, 23, and 25 and to request the authority to award the contract to D. Crupi & Sons Limited, in the amount of \$24,721,985 net of all applicable taxes and charges \$25,157,092 net of Harmonized Sales Tax recoveries), all in accordance with the terms, conditions, and specifications contained in the Request for Tender documents. The construction for this project is expected to commence on date of award and be completed by July 31, 2025.

### **RECOMMENDATIONS**

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The Chief Engineer and Executive Director, Engineering and Construction Services, and the Chief Procurement Officer recommend that:

1. General Government Committee, in accordance with Section 195-8.4 of the Toronto Municipal Code Chapter 195 Purchasing By-Law, grant authority to award Request for Tender Doc4495674420, Contract Number 24ECS-RD-15LR for the Local Roads Resurfacing in Wards 6, 7, 9, 12, 15, 16, 18, 19, 20, 21, 22, 23, and 25 and enter into an agreement with D. Crupi & Sons Limited, being the lowest bid meeting the specifications and requirements of the Request for Tender Doc4495674420, Contract

Number 24ECS-RD-15LR, in the amount of \$24,721,985 net of all applicable taxes and charges (\$25,157,092 net of Harmonized Sales Tax recoveries.)

## FINANCIAL IMPACT

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The total potential contract award identified in this report is \$27,935,843 including all taxes and charges. The total cost to the City is \$25,157,092 net of Harmonized Sales Tax recoveries.

Funding is available in the 2024 Capital Budget and 2025-2033 Capital Plan for Transportation Services. Additional funding details are provided in Table 1 to follow:

**Table 1: Financial Impact**

WBS Element/ Cost Element	2024	2025	Total (Net of HST Recoveries)
CTP315-07-602	\$11,431,805	\$11,431,805	\$22,863,610
CTP817-05-371	\$0	\$6,474	\$6,474
CTP315-09-725	\$0	\$2,287,008	\$2,287,008
Total (Net of HST recoveries in CAD \$)	\$11,431,805	\$13,725,287	\$25,157,092

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

## DECISION HISTORY

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At its meeting of January 11, 2021, the Infrastructure and Environmental Committee authorized the Chief Engineer and Executive Director, Engineering and Construction Services to negotiate and enter into agreements with R.V. Anderson Associates Limited, being the highest overall scoring proponent meeting the requirements of Request for Proposal 20ECS-TI-01LR to provide contracted professional engineering services for a portion of the Transportation Services Local Road Resurfacing Program (2021 to 2025) in the amount of \$28,331,737 without taxes, including disbursements. The Infrastructure and Environmental Committee decision can be found at: <http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2021.IE19.5>

The Request for Tender Doc4495674420, Contract Number 24ECS-RD-15LR was prepared under professional engineering services assignment Request for Proposal Doc2604028867, contract Number Request for Proposal 20ECS-TI-01LR, by R.V. Anderson Associates Limited in collaboration with City staff. Under this Request for

Proposal Doc2604028867, Contract Number Request for Proposal 20ECS-TI-01LR, R.V. Anderson Associates Limited will provide contract administration services during the construction services included under Request for Tender Doc4495674420 Contract Number 24ECS-RD-15LR.

## **COMMENTS**

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### **Background**

The City's Local Road Resurfacing program is part of the City's Capital Works Program included in Transportation Services Division's Capital Budget with a focus on the state of good repair for various local roads in the City of Toronto.

The Local Road Resurfacing program includes numerous road segments per year that vary in length and may require the replacement of deficient sidewalk and curb, repair of poor road base, and removal and resurfacing of road asphalt.

The total road segments planned for the 2024 program year is 139 segments. These segments are tendered through two separate Request for Tenders. The subject of this report is Request for Tender Doc4495674420, Contract Number 24ECS-RD-15LR which consists of 68 road segments out of a total 139 segments. The 68 segments are located in Wards 6, 7, 9, 12, 15, 16, 18, 19, 20, 21, 22, 23, and 25. The tender was closed on April 19, 2024. Details of the road segments are identified by Ward in Attachment 1 to this report.

A separate Request for Tender Doc4502684693, Contract Number 24ECS-RD-13LR consists of the remaining 71 segments planned for the 2024 program year. These segments are located in Wards 1, 2, 3, 4, 5, and 8. The tender was closed on April 22, 2024.

### **Procurement Process**

Request for Tender Doc4495674420, Contract Number 24ECS-RD-15LR was issued to select the lowest cost qualified Supplier meeting specifications and requirements of the solicitation for the 2024 Local Road Resurfacing program for the Engineering and Construction Services Division.

The Request for Tender Doc4495674420, Contract Number 24ECS-RD-15LR was issued by Purchasing and Materials Management Division and was advertised on both the City's and Ariba Discovery websites on April 2, 2024, with a closing date of April 19, 2024, and an issuance of two (2) Addenda. A total of four (4) Suppliers submitted their bid as listed in Table 2 below.

**Table 2: Summary of Bids Received including Bid Price**

Supplier Name	Bid Price Excluding HST and Contingency
D. Crupi & Sons Limited	\$22,474,531.75*
Viola Management Inc.	\$24,147,175.57
Four Seasons Site Development Ltd.	\$25,384,755.00
Four Seasons Site Development Ltd.	\$25,692,230.00

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

The submissions received from the four (4) Suppliers that responded to Request for Tender Doc4495674420 Contract Number 24ECS-RD-15LR, were reviewed for compliance by staff from Purchasing and Materials Management Division and Engineering and Construction Services. Four (4) Suppliers D. Crupi & Sons Limited, Viola Management Inc., Four Seasons Site Development Ltd., and Four Seasons Site Development Ltd., were found to be in conformance with the Request for Tender requirements. The recommended Supplier for Contract Number 24ECS-RD-15LR is D. Crupi & Sons Limited.

Engineering and Construction Services staff compared the bids to the engineering estimate of \$27,038,303 net of Harmonized Sales Tax recoveries. The bid price of the recommended Supplier is in the amount of \$25,157,092 net of Harmonized Sales Tax recoveries is 6.96 percent lower than the engineering estimate.

The Fair Wage Office has reported that the recommended Supplier has indicated they have reviewed and understand the Fair Wage Policy and Labour Trades requirements and the recommended Supplier has agreed to comply fully.

The Tender submission from D. Crupi & Sons Limited, for Request for Tender Doc4495674420, Contract Number 24ECS-RD-15LR, includes their agreement to substantially complete the work by July 31, 2025.

## **CONTACT**

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Mobushar Pannu, Director, Design and Construction, Roadways, Engineering and Construction Services, Telephone: 416-392-8412, Email: [Mobushar.Pannu@toronto.ca](mailto:Mobushar.Pannu@toronto.ca)

Marie Reid, Manager, Infrastructure and Development Services, Purchasing Client Services, Purchasing and Materials Management, Telephone: 416-397-5187, Email: [Marie.Reid@toronto.ca](mailto:Marie.Reid@toronto.ca)

## **SIGNATURE**

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Jennifer Graham Harkness, P.Eng.  
Chief Engineer and Executive Director, Engineering and Construction Services

Geneviève Sharkey  
Chief Procurement Officer, Purchasing and Materials Management

## **ATTACHMENTS**

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Attachment 1: 2024 Local Road Resurfacing Program - Road Segments by Ward  
(Contract No. 24ECS-RD-15LR)