



BID AWARD PANEL CONTRACT AWARD

Award of Doc4885245457 to OJCR Construction Ltd. and Rabcon Contractors Ltd. for Installation of New Residential Water, Sewer Service Connections and Associated Work at Various Locations for Toronto Water

Date: February 13, 2025

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, 8 - Eglinton-Lawrence, 9 - Davenport, 10 - Spadina-Fort York, 11 - University-Rosedale, 12 - Toronto-St. Paul's, 13 - Toronto Centre, 14 - Toronto-Danforth, 15 - Don Valley West, 16 - Don Valley East, 19 - Beaches-East York

RECOMMENDATIONS

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

Solicitation Number:

Request for Tender Doc4885245457, Contract Number 25TW-DC-305OCS (Service Area 1), 25TW-DC-308OCS (Service Area 2) and 25TW-DC-309OCS (Service Area 3)

Description:

Installation of New Residential Water and Sewer Service Connections and Associated Work at Various Locations within the City of Toronto – Service Area 1 (25TW-DC-305OCS), Service Area 2 (25TW-DC-308OCS) and Service Area 3 (25TW-DC-309OCS) from the date of award to February 28, 2026 with the option in favour of the City to extend the term of 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 and 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 Supplier:

Service Area 1:
OJCR Construction Ltd.

Service Area 2:
Rabcon Contractors Ltd.

Service Area 3:
Rabcon Contractors Ltd.

Contract Award Value:

Service Area 1 – OJCR Construction Ltd.

\$4,288,900 net of all applicable taxes and charges
\$4,846,457 including all applicable taxes and charges
\$4,364,385 net of HST recoveries

Contract is expected to start on the date of award and end on February 28, 2026.

Option Period 1 (March 1, 2026 to February 28, 2027)
\$4,417,567 net of all applicable taxes and charges
\$4,991,851 including all applicable taxes and charges
\$4,495,316 net of HST recoveries

The total potential contract award including all option periods for OJCR Construction Ltd. is \$8,706,467 net of all taxes and charges and \$9,838,308 including all applicable taxes and charges. **The total potential cost to the City for OJCR Construction Ltd. including all option periods is \$8,859,701 net of HST recoveries.**

Service Area 2 – Rabcon Contractors Ltd.

\$3,037,513 net of all applicable taxes and charges
\$3,432,389 including all applicable taxes and charges
\$3,090,974 net of HST recoveries

Contract is expected to start on the date of award and end on February 28, 2026.

Option Period 1 (March 1, 2026 to February 28, 2027)
\$3,128,638 net of all applicable taxes and charges
\$3,535,361 including all applicable taxes and charges
\$3,183,702 net of HST recoveries

The total potential contract award including all option periods for Rabcon Contractors Ltd. is \$6,166,151 net of all taxes and charges and \$6,967,751 including all applicable taxes and charges. **The total potential cost to the City for Rabcon Contractors Ltd. including all option periods is \$6,274,676 net of HST recoveries.**

Service Area 3 – Rabcon Contractors Ltd.

\$3,819,156 net of all applicable taxes and charges

\$4,315,647 including all applicable taxes and charges

\$3,886,373 net of HST recoveries

Contract is expected to start on the date of award and end on February 28, 2026.

Option Period 1 (March 1, 2026 to February 28, 2027)

\$3,933,731 net of all applicable taxes and charges

\$4,445,116 including all applicable taxes and charges

\$4,002,964 net of HST recoveries

The total potential contract award including all option periods for Rabcon Contractors Ltd. is \$7,752,887 net of all taxes and charges and \$8,760,762 including all applicable taxes and charges. **The total potential cost to the City including all option periods for Rabcon Contractors Ltd. is \$7,889,338 net of HST recoveries.**

The combined total potential contract award including option periods is \$22,625,505 net of all taxes and charges and \$25,566,821 including all applicable taxes and charges. **The total potential cost to the City including all option periods for all awards is \$23,023,714 net of HST recoveries.**

The above cost calculations reflect an estimated three (3) percent Consumer Price Index (CPI) adjustment applied annually to the yearly cost after the initial term.

FINANCIAL IMPACT

The total potential contract award value identified in this report including all option periods is \$22,625,505 net of all applicable taxes and charges and \$25,566,821 including all applicable taxes and charges. The total potential cost to the City including all option periods is \$23,023,714 net of HST recoveries.

The engineering estimate for Service Area 1 is \$3,186,600, for Service Area 2 is \$2,753,175 and for Service Area 3 is \$3,128,100 for a project total of \$9,067,875 net of all applicable taxes and charges.

Funding for the initial contract period is available in the 2025-2034 Staff-Prepared Capital Budget and Plan for Toronto Water. Should the optional period be exercised, appropriate additional funding will be included in future Capital Budget Submission for Toronto Water. Funding details are summarized in Table 1 as follows:

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

WBS Element Description	Date of Award to December 31, 2025	January 1, 2026 to February 28, 2026	Option Period 1: March 1, 2026 to February 28, 2027	Total (net of HST recoveries)
CPW600-02-23 New Service Connections - Site Servicing – Service Area 1	\$2,618,631	\$1,745,754	\$4,495,316	\$8,859,701
CPW600-02-26 New Service Connections - Site Servicing – Service Area 2	\$1,854,584	\$1,236,389	\$3,183,702	\$6,274,675
CPW600-02-27 New Service Connections - Site Servicing – Service Area 3	\$2,331,824	\$1,554,549	\$4,002,965	\$7,889,338
Total (net of HST recoveries)	\$6,805,039	\$4,536,692	\$11,681,983	\$23,023,714

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

SOLICITATION SUMMARY

Solicitation Issued: November 20, 2024 **Solicitation Closed:** December 16, 2024
Number of Addenda Issued: Two (2)
Number of Bids: 15

Table 2: Summary of Bids received including bid price (Service Area 1)

Supplier Name	Bid Price (excluding H.S.T.)
OJCR Construction Ltd.	\$4,138,900.00*
Rabcon Contractors Ltd.	\$4,273,015.50
Utility Force Construction Inc.	\$4,737,825.00
614128 Ontario Ltd. o/a Trisan Construction	\$5,143,626.50
2708268 Ontario Inc. o/a Nelli Construction	\$6,279,000.00

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

Table 3: Summary of Bids received including bid price (Service Area 2)

Supplier Name	Bid Price (excluding H.S.T.)
Rabcon Contractors Ltd.	\$2,887,512.50*
OJCR Construction Ltd.	\$3,020,175.00
N.S.J. Waterworx Group Ltd.	\$3,887,720.00
Utility Force Construction Inc.	\$3,934,215.00
614128 Ontario Ltd. o/a Trisan Construction	\$4,106,056.00

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

Table 4: Summary of Bids received including bid price (Service Area 3)

Supplier Name	Bid Price (excluding H.S.T.)
Rabcon Contractors Ltd.	\$3,669,156.25*
N.S.J. Waterworx Group Ltd.	\$3,750,939.00
OJCR Construction Ltd.	\$4,251,040.75
Utility Force Construction Inc.	\$5,514,305.00
614128 Ontario Ltd. o/a Trisan Construction	\$5,910,327.00

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

DIVISION CONTACTS

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Scott Singroy, Manager, Planned Contracts Unit, Capital Planning and Implementation, Toronto Water, 416-395-1290, Email: Scott.Singroy@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 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