



BID AWARD PANEL CONTRACT AWARD

Award of Doc4987617254 to PNJ Engineering Inc. for Material Specification Compliance Testing and Project Quality Assurance Services for Transportation Services

Date: March 20, 2025

To: Bid Award Panel

From: Chief Procurement Officer

Wards: 4 - Parkdale - High Park, 9 - Davenport, 10 - Spadina - Fort York,
11 - University - Rosedale, 12 - Toronto - St. Paul's, 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 Quotation Doc4987617254, Contract Number 25TR-OM-601-A1-MT

Description:

Non-exclusive supply of all labour, equipment and materials necessary to collect samples and carry out Material Specification Compliance Testing and Project Quality Assurance Services in the Toronto and East York District and Scarborough District from the date of award until December 31, 2025, with an option to extend the agreement for one (1) additional separate one (1) year period at the sole discretion of the City and subject to budget approval.

Should the option be exercised, then the General Manager of Transportation Services will request the Chief Procurement Officer to process the renewals under the same terms and conditions.

Recommended Supplier:

PNJ Engineering Inc.

Contract Award Value:

\$326,565 net of all applicable taxes and charges

\$369,018 including HST and all applicable charges

\$332,313 net of HST recoveries

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

Option Year 1 - January 1, 2026 to December 31, 2026

\$336,062 net of all applicable taxes and charges

\$379,750 including HST and all applicable charges

\$341,977 net of HST recoveries

The total potential contract award, including the optional period is \$662,627 net of all applicable taxes and charges and \$748,768 including all applicable taxes and charges.

The total potential cost to the City, which includes initial term and option year is \$674,289 net of HST recoveries.

The cost calculations above 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 is \$748,768 including all applicable taxes and charges. The cost to the City is \$674,289 net of HST recoveries.

The engineering estimate for this project is \$350,190 net of all taxes and charges.

Funding is included in the 2025-2034 Capital Budget and Plan for Transportation Services as follows:

Table 1: Financial Impact Summary of Recommended Contract

Cost Centre (Functional Area Code)/WBS Account	Description	Date of Award to December 31, 2025	Option Year 1: January 1, 2026 to December 31, 2026	Total (net of HST recoveries)
CTP315-06-583	Material Testing -Major Roads Rehabilitation	\$322,136	\$331,801	\$653,937
CTP315-09-805	General Pooled Contingency	\$10,176	\$10,176	\$20,352
Total (net of HST recoveries)		\$332,312	\$341,977	\$674,289

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

SOLICITATION SUMMARY

Solicitation Issued: February 11, 2025
Number of Addenda Issued: One (1)
Number of Bids: Three (3)

Solicitation Closed: February 26, 2025

Table 2: Summary of Bids Received including bid price.

Supplier Name	Bid Price (excluding H.S.T.)
PNJ Engineering Inc.	\$316,565.00*
Englobe Corp.	\$546,885.00
Peto Maccallum Ltd.	\$662,705.00

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

DIVISION CONTACTS

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Ashley Curtis, Deputy General Manager, Transportation Services, 416-392-0170, Ashley.Curtis@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