



BID AWARD PANEL CONTRACT AWARD

Award of Doc5104833666 to Direct Underground Inc. for Watermain Replacement and Road Resurfacing for Engineering and Construction Services

Date: August 14, 2025

To: Bid Award Panel

From: Chief Procurement Officer

Wards: 4 - Parkdale-High Park, 6 - York Centre, 9 - Davenport, 14 - Toronto-Danforth

RECOMMENDATIONS

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

Solicitation Number:

Request for Tender Doc5104833666, Contract 25ECS-RD-04LR

Description:

Watermain Replacement and Road Resurfacing on Goddard Street

Recommended Supplier:

Direct Underground Inc.

Contract Award Value:

\$2,198,809 net of all applicable taxes and charges

\$2,484,654 including HST and all applicable charges

\$2,237,508 net of HST recoveries

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

FINANCIAL IMPACT

The total contract award identified in this report is \$2,484,654 including all applicable taxes and charges. The cost to the City is \$2,237,508 net of HST recoveries.

The engineering estimate for this project is \$2,765,508 net of all taxes and charges.

Funding is included in the 2025 Capital Budget and 2026-2034 Capital Plan for Transportation Services and Toronto Water. Funding details are summarized as follows:

Table 1: Financial Impact Summary of Recommended Contract

WBS Element	Description	Date of Award to December 31, 2025	January 1, 2026 to December 31, 2026	January 1, 2027 to December 31, 2027	Total (Net of HST Recoveries)
CTP315-05-151	Laneways	\$325,074	\$38,244	\$19,122	\$382,440
CTP315-07-683	Local Road Rehabilitation	\$956,665	\$112,549	\$56,274	\$1,125,488
CTP315-09-836	General Pooled Contingency	\$0	\$0	\$124,080	\$124,080
CTP424-01-08	Green Streets Improvement	\$76,594	\$9,011	\$4,506	\$90,111
CTP817-05-438	Cycling Infrastructure	\$31,192	\$3,670	\$1835	\$36,697
CPW542-31-05	2025-2026 Watermain Replacement	\$327,597	\$38,541	\$19,270	\$385,408
CPW544-24-05	2025-2026 Water Service Replacement - SOGR	\$79,292	\$9,328	\$4,664	\$93,284
	Total	\$1,796,414	\$211,343	\$229,751	\$2,237,508

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

SOLICITATION SUMMARY

Solicitation Issued: April 14, 2025
Number of Addenda Issued: None
Number of Bids: Seven (7)

Solicitation Closed: May 5, 2025

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price (excluding H.S.T.)
IL Duca Contracting Inc.*	\$1,558,690.55
Four Seasons Site Development Ltd.*	\$1,928,688.41
Direct Underground Inc.	\$1,998,917.68*
Midome Construction Services Ltd.	\$2,044,000.00
2489960 Ontario Inc. o/a Kore Infrastructure Group	\$2,060,000.00
Sanscon Construction Ltd.	\$2,117,441.97
D. Martino Construction Limited	\$2,196,956.54

* Supplier was found non-compliant with mandatory requirements.

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

DIVISION CONTACTS

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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

Genevieve Sharkey
Chief Procurement Officer