



BID AWARD PANEL CONTRACT AWARD

Award of Doc5200162004 to Gio Crete Construction Ltd. / Nelli Construction for Watermain Replacement and State of Good Repair for Engineering and Construction Services

Date: August 21, 2025
To: Bid Award Panel
From: Chief Procurement Officer
Wards: 4 - Parkdale-High Park

RECOMMENDATIONS

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

Solicitation Number:

Request for Tender Doc5200162004, Contract Number 25ECS-RD-05RR

Description:

Watermain Replacement and State of Good Repair on Sorauren Avenue, Watermain Replacement on Virtue Street

Recommended Supplier:

Gio Crete Construction Ltd. / Nelli Construction

Contract Award Value:

\$4,947,520 net of all applicable taxes and charges
\$5,590,698 including HST and all applicable charges
\$5,034,596 net of HST recoveries

Contract is expected to start on date of award and end on May 11, 2026.

FINANCIAL IMPACT

The total contract award identified in this report is \$5,590,698 including all applicable taxes and charges. The cost to the City is \$5,034,596 net of HST recoveries.

The engineering estimate for this project is \$8,408,742 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	Total (Net of HST Recoveries)
CPW542-31-08	2025-2026 Watermain Replacement	\$2,322,836	\$580,709	\$2,903,545
CPW544-24-11	2025-2026 Water Service Replacement - SOGR	\$485,320	\$121,330	\$606,650
CTP315-07-688	Local Road Rehabilitation	\$273,247	\$1,092,987	\$1,366,234
CTP419-01-148	RSP Missing Link Sidewalk	\$4,996	\$19,983	\$24,979
CTP315-09-848	General Pooled Contingency	\$26,638	\$106,550	\$133,188
	Total	\$3,113,037	\$1,921,559	\$5,034,596

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

SOLICITATION SUMMARY

Solicitation Issued: June 12, 2025 **Solicitation Closed:** June 27, 2025

Number of Addenda Issued: One (1)

Number of Bids: Five (5)

Table 2: Summary of Bids Received including bid price

Supplier Name	Bid Price (excluding H.S.T.)
Gio Contracting Inc.	\$4,280,558.10*

Supplier Name	Bid Price (excluding H.S.T.)
Gio Crete Construction Ltd. / Nelli Construction **	\$4,497,745.10***
2489960 Ontario Inc .o/a Kore Infrastructure Group**	\$5,331,000.00
Midome Construction Services Ltd.	\$5,844,000.00
Timbel Limited	\$8,404,404.00

*Supplier was found non-compliant with mandatory requirements.

**The bid was submitted as a Joint Venture.

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

DIVISION CONTACTS

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Amir Gafoor, Manager Design and Construction Line Infrastructure ,Infrastructure and Development Services, 416-392-8323, amir.gafoor@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