



Making a difference...together

**REPORT TO LYALL HARBOUR / BOOT COVE WATER LOCAL SERVICE COMMITTEE
MEETING OF WEDNESDAY 26 OCTOBER 2011**

**SUBJECT AWARD OF CONTRACT NO. 2011-527 - LYALL HARBOUR-BOOT COVE WATER
TREATMENT PLANT**

ISSUE

A contract is required for the construction of water treatment plant improvements for the Lyall Harbour/Boot Cove water system on Saturna Island.

BACKGROUND

The Lyall Harbour/Boot Cove water system is undergoing several planned capital improvements including the installation of customer meters, water treatment upgrading and construction of a storage reservoir. The customer meter project is complete and the storage reservoir work was tendered and awarded separately from the water treatment plant work.

The Capital Regional District (CRD) issued a public tender for the construction of the water treatment improvements and three tenders were received by the CRD's Purchaser by the closing time on October 20, 2011, but one bid was determined to be noncompliant at the time of tender opening and therefore, was not considered any further. The other two bids are summarized as follows:

TENDERER	TENDERED PRICE (including HST)
1. Torry and Sons Plumbing and Heating Ltd.	\$504,329.28
2. Pye Construction Ltd.	\$458,875.20

The CRD's engineering consultant for this project, Genivar Consultants Inc., has conducted a detailed evaluation of the tenders and have concluded that the submission from Pye Construction Ltd. is the lowest eligible bid. Pye Construction is a general contractor specializing in structural type work and they have assembled a complement of mechanical, civil and electrical subcontractors. Collectively, Pye Construction and their subcontractors have the experience to complete the project.

ALTERNATIVES

1. That the Lyall Harbour/Boot Cove Water Local Service Committee recommend to the CRD Board that a contract for construction of the water treatment plant work (Tender Reference No. 2011-527) be awarded to Pye Construction Ltd. for the amount of \$458,875.20 including HST.
2. That the Lyall Harbour / Boot Cove Water Local Service Committee receive this report for information.

IMPLICATIONS

Alternative 1

Award the project to Pye Construction Ltd. for the amount of \$458,875.20 including HST, which is reasonable value and within the budgeted amount for the water treatment plant work.

Alternative 2

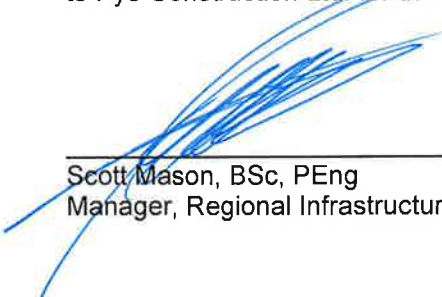
If a construction contract is not awarded for water treatment improvements then alternate plans would have to be developed to replace the aging infrastructure. Further, the water system would be at greater risk of failure, resulting in emergency repairs and interruption to service.

CONCLUSION


The bid received from Pye Construction Ltd. for the amount of \$458,875.20 including HST, meets the terms of the tender and is within the project budget for the water treatment work.

RECOMMENDATION

That the Lyall Harbour/Boot Cove Water Local Service Committee recommend to the CRD Board that a contract for construction of the water treatment plant work (Tender Reference No. 2011-527) be awarded to Pye Construction Ltd. for the amount of \$458,875.20 including HST.



Scott Mason, BSc, PEng
Manager, Regional Infrastructure



J.A. (Jack) Hull, MBA, PEng
General Manager, Integrated Water Services
Concurrence



Kelly Daniels
CAO Concurrence

SM:ls:mm

COMMENTS