

REPORT

To: Chair and Directors Report Number: ENV-BRD-044

From: Leanne Milliken, Procurement Officer Date: February 25, 2021

Subject: North Peace Airport Subdivision Hydrant Repair Contract 36-2020

RECOMMENDATION: [Corporate Unweighted]

That the Regional Board receive Report ENV-BRD-044, which provides updated calculations of bid costs and proponent scoring, for Contract 36-2020 awarded to Celtic Construction, who remain the highest scoring proponent, for information.

BACKGROUND/RATIONALE:

This report is intended to address a calculation error made on the original report presented in regards to the 2 year total amount for Minor/Major repairs on the Award of Contract for Fire Hydrant Repair and Maintenance which was approved at the January 28, 2021 Board meeting.

This calculation has been revised, however, this does not change the overall ranking of proponents' points and award of contract remains with Celtic Construction Ltd. as highest ranked bidder as shown below:

Company	Celtic Construction Ltd.		Cutting Edge Projects Ltd.	Premium Fire Protection Ltd.	Knappett Industries
Score	54.3	53.0	48.9	38.1	35.3

Please see Financial Considerations for details and click here to access the original report (Item 9.4).

ALTERNATIVE OPTIONS:

1. That the Regional Board provide further direction.

STRATEGIC PLAN RELEVANCE:

FINANCIAL CONSIDERATION(S):

Original Costs

The costs for services, based on bidders provided rates, were calculated as follows:

Company	Annual Cost (Type 1 and 2 Repairs Only)
Celtic Construction Ltd.	\$14,400.00
Cutting Edge Projects Ltd.	\$12,200.00
Knappett Industries	\$372,800.00
Big League Utilities Corp.	\$32,160.00
Premium Fire Protection Ltd.	\$7,200.00

Staff Initials: M Dept. Head: Paulo Eichelberger CAO: Shaun Dahlen Page 1 of 2

Corrected Costs

Costs of 1 major and 3 minors in a two year period have been recalculated as follows:

Company	Annual Cost (Type 1 and 2 Repairs Only)
Celtic Construction Ltd.	\$10,400.00
Cutting Edge Projects Ltd.	\$8,800.00
Knappett Industries	\$104,800.00
Big League Utilities Corp.	\$26,480.00
Premium Fire Protection Ltd.	\$6,080.00

Under Procurement Policy 0340-26, Sec 10.1 "Approval Thresholds," approval for contract award, the Board of Directors is the delegate responsible for anything over \$50,000. While the 2-year cost of the preferred proponent for Type 1 and 2 Repairs is \$20,800 (excluding taxes), it is possible that costs in this time period could still exceed the \$50,000 threshold. For context, the cost for emergency repairs and maintenance for 4 of the hydrants in 2020 was approximately \$46,000 (including Type 1 Major work). The 4 remaining hydrants are scheduled for repairs when the preventative maintenance program gets underway with the contract provider in Spring of 2021.

COMMUNICATIONS CONSIDERATION(S):

None at this time.

OTHER CONSIDERATION(S):

None at this time.