

This is a published notice on the Find a Tender service: <https://www.find-tender.service.gov.uk/Notice/007408-2022>

Contract

Construction of Hebburn Minewater District Heating Scheme

South Tyneside Council

F03: Contract award notice

Notice identifier: 2022/S 000-007408

Procurement identifier (OCID): ocids-h6vhtk-02a6af

Published 18 March 2022, 11:59am

Section I: Contracting authority

I.1) Name and addresses

South Tyneside Council

Town Hall, Westoe Road

South Shields

NE332RL

Contact

Kevin Graham

Email

kevin.graham@southtyneside.gov.uk

Telephone

+44 7484030491

Country

United Kingdom

NUTS code

UKC22 - Tyneside

Internet address(es)

Main address

<http://www.southtyneside.gov.uk/>

I.4) Type of the contracting authority

Regional or local authority

I.5) Main activity

General public services

Section II: Object

II.1) Scope of the procurement

II.1.1) Title

Construction of Hebburn Minewater District Heating Scheme

Reference number

C7473

II.1.2) Main CPV code

- 45232140 - District-heating mains construction work

II.1.3) Type of contract

Works

II.1.4) Short description

South Tyneside Council wishes to install a district heating system serving several Council owned buildings in

central Hebburn utilising the disused mine workings under Hebburn as a heat source.

The installation of such a district heating scheme will reduce the Council's reliance on gas to provide heating

and significantly contribute to the Council's commitment to its Carbon Reduction targets, and this scheme alone

will provide a saving of 319 tonnes/year saving.

A separate contract has been awarded to undertake the drilling of two boreholes, and the construction of

permanent abstraction and re-injection wells.

The water source heat pump adopted in this project will be able to source heat from both the mine water as well

as ambient air (via dry air cooler) in the event that the mines are found to be unable to provide a sustainable

mine water heat source.

II.1.6) Information about lots

This contract is divided into lots: No

II.1.7) Total value of the procurement (excluding VAT)

Value excluding VAT: £4,321,115

II.2) Description

II.2.3) Place of performance

NUTS codes

- UKC22 - Tyneside

II.2.4) Description of the procurement

South Tyneside Council wishes to install a district heating system serving several Council owned buildings in

central Hebburn utilising the disused mine workings under Hebburn as a heat source.

The installation of such a district heating scheme will reduce the Council's reliance on gas to provide heating

and significantly contribute to the Council's commitment to its Carbon Reduction targets, and this scheme alone

will provide a saving of 319 tonnes/year saving.

A separate contract has been awarded to undertake the drilling of two boreholes, and the construction of

permanent abstraction and re-injection wells.

The water source heat pump adopted in this project will be able to source heat from both the mine water as well

as ambient air (via dry air cooler) in the event that the mines are found to be unable to provide a sustainable

mine water heat source.

II.2.5) Award criteria

Quality criterion - Name: Method statements / Weighting: 7

Quality criterion - Name: Programme and narrative / Weighting: 4.75

Quality criterion - Name: Proposed delivery team / Weighting: 1

Quality criterion - Name: Managing Health & Safety and traffic management / Weighting: 7

Quality criterion - Name: Key challenges and risks / Weighting: 3.5

Quality criterion - Name: Selection and vetting supply chain / Weighting: 1.25

Quality criterion - Name: Key environmental issues / Weighting: 3.5

Quality criterion - Name: TOMs Social Value / Weighting: 7

Cost criterion - Name: Compliant tender / Weighting: 60

Cost criterion - Name: Fee percentage / Weighting: 5

II.2.11) Information about options

Options: No

Section IV. Procedure

IV.1) Description

IV.1.1) Type of procedure

Restricted procedure

IV.1.8) Information about the Government Procurement Agreement (GPA)

The procurement is covered by the Government Procurement Agreement: Yes

IV.2) Administrative information

IV.2.1) Previous publication concerning this procedure

Notice number: [2021/S 000-007998](#)

IV.2.9) Information about termination of call for competition in the form of a prior information notice

The contracting authority will not award any further contracts based on the above prior information notice

Section V. Award of contract

A contract/lot is awarded: Yes

V.2) Award of contract

V.2.1) Date of conclusion of the contract

14 March 2022

V.2.2) Information about tenders

Number of tenders received: 3

Number of tenders received from SMEs: 2

Number of tenders received by electronic means: 3

The contract has been awarded to a group of economic operators: No

V.2.3) Name and address of the contractor

Vital Energi Utilities Ltd

Roman Road

Blackburn

BB1 2LD

Country

United Kingdom

NUTS code

- UKD41 - Blackburn with Darwen

The contractor is an SME

No

V.2.4) Information on value of contract/lot (excluding VAT)

Total value of the contract/lot: £4,321,115

Section VI. Complementary information

VI.4) Procedures for review

VI.4.1) Review body

Royal Courts of Justice

London

WC2A 2LL

Country

United Kingdom