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Contract

## **Construction of Hebburn Minewater District Heating Scheme**

South Tyneside Council

F03: Contract award notice

Notice identifier: 2022/S 000-007408

Procurement identifier (OCID): ocds-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](mailto: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

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## **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.

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

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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

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## **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

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## **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

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**Section VI. Complementary information**

**VI.4) Procedures for review**

**VI.4.1) Review body**

Royal Courts of Justice

London

WC2A 2LL

Country

United Kingdom