

COUNCIL REPORT

To: Mayor and Council

From: Operations

Date: June 25, 2024

Subject: 2024 Pressure Reduction Station – Contract Award

RECOMMENDATION:

THAT Council gives notice of award and, in principle, notice to proceed, the 2024 Pressure Reduction Station Replacements to MGN Project Management Inc. in the amount up to \$391,460 plus GST;

AND THAT the Chief Administrative Officer be authorized to execute the contract and any related documentation if a notice to proceed is recommended by L&M Engineering.

BACKGROUND:

Mackenzie's potable water infrastructure is just over 50 years old which means sections of our water distribution system will soon need to be replaced to improve efficiency, staff safety, and ensure water quality. Specifically, our pressure reducing stations are in urgent need of upgrading. The pressure reducing stations are located underground inside of concrete vaults and their purpose is to help to stabilize and keep a consistent water pressure throughout the potable water system. As the vaults are 50 years old, cracks are developing allowing ground water to enter and the infill of water creates an unsafe environment for maintenance activities.

Replacing the vaults with a modern design would create easier and safer access into the vault for staff, new pipes and valves, lighting, heat and a sump pump to dispose of any ground water that should enter. This summer, staff are recommending replacing two of the four remaining stations that need to be replaced.

PROCUREMENT POLICY:

The District's Purchasing Policy 3.1 requires Capital Construction Projects with a value of over \$100,000 must go through a competitive public bidding process. The District subcontracted the bidding and evaluation process to L&M Engineering, who assisted the District in design requirements. The bid documents were posted publicly on BC Bid and the District website from May 16, 2024 to June 20, 2024.



One eligible bid was received from MGN Project Management Inc. Another bid was received, however past the submission deadline. MGN's submission met all required Tender Form and Tender requirements.

The full evaluation package, bids received, and original tender documents have been placed in the Centre Table File for further information.

BUDGETARY IMPACT:

\$ 391,460 would be allocated from the Water Reserve to support the recommendation.

COUNCIL PRIORITIES:

Community and Social Development

- Our investment in the municipality's services and infrastructure, our commitment to principles of social equity and well-being, and our belief in the value of resident engagement, creates a healthy community in which everyone feels valued and enjoys a high quality of life.

RESPECTFULLY SUBMITTED:

Jody Murray, Director of Operations

Reviewed By: Corporate and Financial Services

Approved By: Chief Administrative Officer