

REPORT TO: HOUSING COMMITTEE - 25 JUNE 2012
REPORT ON: TENDERS RECEIVED BY CITY ENGINEER
REPORT BY: CITY ENGINEER
REPORT NO: 195-2012

1 PURPOSE OF REPORT

1.1 This report details tenders received and requests a decision on acceptance thereof.

2 RECOMMENDATION

2.1 Approval is recommended of (1) the acceptance of the tender submitted by the undernoted contractor and (2) the undernoted total amount, including allowances, for the project.

Project Reference	Project Description	Contractor	Tender Amount	Total Amount	Finance Available
P07214	Demolition of Derby Street MSD and 1-56 Russell Place, Dundee	Safedem Ltd	£1,888,881.00	£2,388,881.00	£2,388,881.00
Total			£1,888,881.00	£2,388,881.00	£2,388,881.00

3 FINANCIAL IMPLICATIONS

3.1 The Director of Corporate Services has confirmed that funding for the above project is available as detailed on the attached sheet.

4 POLICY IMPLICATIONS

4.1 This Report has been screened for any policy implications in respect of Sustainability, Strategic Environmental Assessment, Anti-Poverty, Equality Impact Assessment and Risk Management. Any issues are detailed on the attached sheets.

5 CONSULTATIONS

5.1 The Chief Executive, Director of Corporate Services and the Head of Democratic and Legal Services have been consulted and are in agreement with the contents of this report.

6 BACKGROUND PAPERS

6.1 None.

7 FURTHER INFORMATION

7.1 Detailed information relating to the above Tenders is included on the attached sheet.

Mike Galloway
Director of City Development

Fergus Wilson
City Engineer

FW/GB/ES

6 June 2012

Dundee City Council
Dundee House
Dundee

CLIENT	HOUSING DEPARTMENT		
PROJECT NUMBER PROJECT PROJECT INFORMATION	P07214 Demolition of Derby Street MSD and 1-56 Russell Place. Demolition of 2 no. high rise blocks, medium rise housing, associated car parks and subsequent reinstatement of existing ground with soil and grass seeding.		
TOTAL COST	Contract	£1,888,881.00	
	Non Contract Allowances	£330,000.00	
	Fees	<u>£170,000.00</u>	
	Total	£2,388,881.00	
FUNDING SOURCE	Housing Capital		
BUDGET PROVISION & PHASING	<u>2012/13</u>	<u>2013/14</u>	
	£1,600,000.00	£788,881.00	
ADDITIONAL FUNDING	None		
REVENUE IMPLICATIONS	None		
POLICY IMPLICATIONS	Built Environment - removal of vacant and derelict buildings will provide an opportunity to enhance the local environment through ongoing regeneration. Waste Management - demolition material will be re-used and recycled where possible, maximising economic opportunities arising from waste.		
TENDERS	Tenders were invited from 7 contractors and the following tenders received:-		
	<u>Tenderers</u>	<u>Tender</u>	<u>Corrected Tender</u>
	Safedem Ltd	£1,888,881.00	-
	DSM	£1,916,643.00	£1,914,723.00
	Coleman & Co Ltd	£1,999,072.00	£2,019,997.00
	Technical Demolition Services	£2,525,261.80	£2,541,975.00
	Keltbray	£2,986,081.00	£3,144,623.00
	John F Hunt	£3,248,644.00	£3,208,777.00
RECOMMENDATION	To accept the lowest tender from Safedem Ltd		
ALLOWANCES	Contingencies	£200,000.00	
	Public Utilities	£50,000.00	
	Post Demolition Treatment	£30,000.00	
	Professional Fees	£160,000.00	
	Specialist Explosives Consultant	£50,000.00	
	CDM Co-ordinator	<u>£10,000.00</u>	
	Total	£500,000.00	
SUB-CONTRACTORS	None		
BACKGROUND PAPERS	None		