

REPORT TO: CITY DEVELOPMENT COMMITTEE – 28 OCTOBER 2013

REPORT ON: TENDERS RECEIVED BY CITY ENGINEER

REPORT BY: CITY ENGINEER

REPORT NO: 395-2013

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 tenders submitted by the undernoted contractors and (2) the undernoted total amount, including allowances, for each project.

Project Reference	Project Description	Contractor	Tender Amount	Total Amount	Finance Available
P13168	Lochee Physical Regeneration Highgate Redevelopment Infrastructure Works	Tayside Contracts	£620,770.43	£935,000.00	£935,000.00
P12156	Salvation Army Building - Demolition	Masterton Ltd	£150,215.00	£278,215.00	£278,215.00
Total			£770,985.43	£1,213,215.00	£1,213,215.00

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. The construction works in this report have been procured using the general guidance contained in the following documents approved by the Council:

- a Report: 148-2003 - Partnering Guidelines for Construction Projects;
- b Report: 356-2009 - Construction Procurement Policy; and
- c Standing Orders - Tender Procedures of the Council.

Mike Galloway
Director of City Development

Fergus Wilson
City Engineer

FW/EH

16 October 2013

Dundee City Council

CLIENT	CITY DEVELOPMENT	CITY DEVELOPMENT																									
PROJECT NUMBER PROJECT INFORMATION	P13168 Provision of a new road and associated footpaths to connect Coupar Angus Road to Lochee High Street, incorporating infrastructure works for transport hub. A new car park forming the central space to the regeneration plan, refurbishment of the existing car park at Aimer Square/Balgay Street and a new landscaped area adjacent to Lochee High Street.	P12156 Salvation Army Building – Demolition Demolition of surplus building at West Marketgait. The project also involves the demolition of surplus properties 23 & 34 North Lindsay Street and associated boundary walls.																									
TOTAL COST	Contract £620,770.43 Non Contract Allowances £225,229.57 Fees £89,000.00 Total £935,000.00	Contract £150,215.00 Non Contract Allowances £106,000.00 Fees £22,000.00 Total £278,215.00																									
FUNDING SOURCE	Capital – Community Regeneration Projects, Lochee4	Capital – Demolition of Surplus Properties																									
BUDGET PROVISION & PHASING	<u>2013/14</u> £935,000.00	<u>2013/14</u> £278,215.00																									
ADDITIONAL FUNDING																											
REVENUE IMPLICATIONS	None	None																									
POLICY IMPLICATIONS	The Lochee physical regeneration framework was approved in 2008 as the foundation to secure commitments and resources that would enable the long-term regeneration of Lochee. The framework identified that the poor quality of the physical environment and negative perceptions of Lochee, particularly in the district centre and adjacent areas was the result of poor quality housing stock a high number of vacant retail units, a lack of modern retail opportunities, as well as issues of accessibility and transportation connections etc. This project seeks to address some of these issues through the provision of basic roads infrastructure to stimulate development.	Built Environment – removal of vacant buildings will provide an opportunity to enhance the local environment. Waste Management – demolition material will be reused and recycled where possible, maximising economic opportunity arising from waste.																									
TENDERS	As part of a Partnering Project approved by the Chief Executive the following offer was received: <table border="1"> <thead> <tr> <th><u>Tenderer</u></th> <th><u>Tenderer</u></th> </tr> </thead> <tbody> <tr> <td>Tayside Contracts</td> <td>£620,770.43</td> </tr> </tbody> </table>	<u>Tenderer</u>	<u>Tenderer</u>	Tayside Contracts	£620,770.43	Tenders were invited from 6 contractors and the following tenders received:- <table border="1"> <thead> <tr> <th><u>Tenderers</u></th> <th><u>Tender</u></th> <th><u>Corrected Tender</u></th> </tr> </thead> <tbody> <tr> <td>Masterton Ltd</td> <td>£150,215.00</td> <td>-</td> </tr> <tr> <td>Gowrie Contracts Ltd</td> <td>£157,029.00</td> <td>£152,429.00</td> </tr> <tr> <td>Dundee Plant Co Ltd</td> <td>£186,639.20</td> <td>-</td> </tr> <tr> <td>D Geddes (Contracts) Ltd</td> <td>£205,876.00</td> <td>£205,896.00</td> </tr> <tr> <td>Safedem Ltd</td> <td>£234,567.00</td> <td>-</td> </tr> <tr> <td>Hunter Demolition</td> <td>£317,235.00</td> <td>£269,735.00</td> </tr> </tbody> </table>	<u>Tenderers</u>	<u>Tender</u>	<u>Corrected Tender</u>	Masterton Ltd	£150,215.00	-	Gowrie Contracts Ltd	£157,029.00	£152,429.00	Dundee Plant Co Ltd	£186,639.20	-	D Geddes (Contracts) Ltd	£205,876.00	£205,896.00	Safedem Ltd	£234,567.00	-	Hunter Demolition	£317,235.00	£269,735.00
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RECOMMENDATION	To accept the offer from Tayside Contracts	To accept the lowest tender from Masterton Ltd																									
ALLOWANCES	Contingencies £65,229.57 Public Utilities £65,000.00 Street Lighting £35,000.00 Landscaping £35,000.00 Transport Hub Services £25,000.00 Professional Fees £87,000.00 CDM Co-ordinator £2,000.00 Total £314,229.57	Contingencies £45,000.00 Public Utilities £15,000.00 Multi-storey Car Park Temporary closure costs £11,000.00 Traffic Management £10,000.00 Asbestos Removal £25,000.00 Professional Fees £21,000.00 CDM Co-ordinator £1,000.00 Total £128,000.00																									
SUB-CONTRACTORS	tbc	None																									
BACKGROUND PAPERS	None.	None																									