

**REPORT TO: CITY DEVELOPMENT COMMITTEE – 9 DECEMBER 2014**

**REPORT ON: TENDERS RECEIVED BY CITY ENGINEER**

**REPORT BY: CITY ENGINEER**

**REPORT NO: 492-2013**

## **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 tender submitted by the undernoted contractor and (2) the undernoted total amount, including allowances, for the project.

<b>Project Reference</b>	<b>Project Description</b>	<b>Contractor</b>	<b>Tender Amount</b>	<b>Total Amount</b>	<b>Finance Available</b>
P12269 – Dundee Central Waterfront Contract 4 – Infrastructure, SUDS Pond and Public Open Space		Sir Robert McAlpine	£11,425,020.21	£14,100,020.21	£14,100,020.21
<b>Total</b>			£11,425,020.21	£14,100,020.21	£14,100,020.21

## **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/GS/EH

28 November 2013

Dundee City Council

CLIENT	CITY DEVELOPMENT				
PROJECT NUMBER PROJECT PROJECT INFORMATION	P12269 Dundee Central Waterfront Contract 4 – Infrastructure, SUDS Pond and Public Open Space A two year contract to construct and complete the major roads of the Central Waterfront Development and associated infrastructure for development plots. The roads included are the Northern and Southern Boulevards and the interconnecting grid of streets. Works involve construction of strategic foul and surface water drainage systems, traffic signals, carriageways, and services. The project also includes the construction of a SUDS Pond and the Public Open Space which will both be constructed using high quality finishes and landscaping.				
TOTAL COST	Contract	£11,425,020.21			
	Non Contract Allowances	£1,750,000.00			
	Fees	<u>£925,000.00</u>			
	Total	£14,100,020.21			
FUNDING SOURCE	City Development Capital Budget – Central Waterfront				
BUDGET PROVISION & PHASING	<u>2012/13</u>	<u>2013/14</u>	<u>2014/15</u>	<u>2015/16</u>	<u>Total</u>
	£74,439	£665,000	£7,000,000	£6,360,581.21	£14,100,020.21
ADDITIONAL FUNDING					
REVENUE IMPLICATIONS					
POLICY IMPLICATIONS	The project design includes waste minimisation and sustainable construction best practices. The project also includes the Council's Community Benefits target requirements.				
TENDERS	Tenders were invited from 5 contractors and the following 3 tenders were received:-				
	<b><u>Tenderers</u></b>	<b><u>Tender</u></b>	<b><u>Financial Total for Tender Assessment Purposes</u></b>	<b><u>Financial Ranking</u></b>	<b><u>Quality Ranking</u></b>
					<b><u>Cost/Quality Ranking</u></b>
	Sir Robert McAlpine	£11,425,020.21	£13,175,747.22	1	2
	Balfour Beatty	£12,967,372.54	£15,130,176.35	3	1
	Lagan Construction	£11,288,731.63	£13,337,612.01	2	3
RECOMMENDATION	To accept the tender with the highest ranking score for cost and quality from Sir Robert McAlpine Ltd				
ALLOWANCES	Diversion of Public Utilities	£97,000.00			
	New communication Services Infrastructure	£100,000.00			
	Street Lighting	£400,000.00			
	Traffic Signals	£400,000.00			
	Traffic Signs	£60,000.00			
	Landscaping/tree planting	£110,000.00			
	Archaeological Survey	£10,000.00			
	Miscellaneous Works	£60,000.00			
	Contingencies	£513,000.00			
	Professional Fees	£910,000.00			
	CDM Co-ordinator	<u>£15,000.00</u>			
	Total	£2,675,000.00			
SUB-CONTRACTORS	Land Engineering				
BACKGROUND PAPERS	None				