

REPORT TO: HOUSING, DUNDEE CONTRACT SERVICES AND ENVIRONMENT SERVICES COMMITTEE - 13 SEPTEMBER 2010

REPORT ON: TENDERS RECEIVED BY CITY ENGINEER

REPORT BY: CITY ENGINEER

REPORT NO: 562-2010

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 |
|--------------------------|---|-------------------|----------------------|---------------------|--------------------------|
| P07213 - | Demolition Maxwelltown MSD - Maxwelltown & Carnegie Towers & Concierge Building | Safedem Ltd | £1,564,764.00 | £1,666,764.00 | £1,666,764.00 |
| Total | | | £1,564,764.00 | £1,666,764.00 | £1,666,764.00 |

3 FINANCIAL IMPLICATIONS

3.1 The Director of Finance 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, Depute Chief Executive (Support Services), Director of Finance and Assistant Chief Executive have been consulted and are in agreement with the contents of this report.

6 BACKGROUND PAPERS

6.1 None.

7 FURTHER INFORMATION

7.1 The City Engineer was instructed to obtain tenders for the demolition of Maxwelltown and Carnegie Towers and Concierge building. The buildings became vacant much sooner than anticipated and for reasons of timing, economy and in order to reduce ongoing security costs and vandalism the Chief Executive approved the negotiation of an extension to an existing contract with Safedem Limited for the demolition of the adjacent Jamaica and Wellington Towers and Concierge Building. The extension to Safedem Limited's contract is based on favourable existing tendered rates won in competitive tender.

7.2 Detailed information relating to the above Tender is included on the attached sheet.

Mike Galloway
Director of City Development

Fergus Wilson
City Engineer

FW/JP/EH

1 September 2010

Dundee City Council
Tayside House
Dundee

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| CLIENT | Housing Department | |
| PROJECT NUMBER PROJECT PROJECT INFORMATION | P07213 Demolition Maxwelltown MSD - Maxwelltown and Carnegie Towers and Concierge Building Demolition of two multi storey housing developments and associated buildings using explosives and subsequent post demolition treatment of surfaces. | |
| TOTAL COST | Contract | £1,564,764.00 |
| | Non Contract Allowances | £40,000.00 |
| | Fees | £62,000.00 |
| | Total | £1,666,764.00 |
| FUNDING SOURCE | Housing Capital | |
| BUDGET PROVISION & PHASING | <u>2010/11</u> | <u>2011/12</u> |
| | £1,100,000.00 | £566,764.00 |
| ADDITIONAL FUNDING | None | |
| REVENUE IMPLICATIONS | None | |
| POLICY IMPLICATIONS | Built Environment - removal of vacant building 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 opportunity arising from waste. | |
| TENDERS | Following receipt of competitive tenders for previous Report No 270-2010 the Chief Executive approved obtaining the following offer from Safedem Limited, which produced savings. | |
| | <u>Tenderers</u> | <u>Tender</u> |
| | Safedem Limited | £1,564,764.00 |
| RECOMMENDATION | To accept the offer from Safedem Limited | |
| ALLOWANCES | Contingencies | £30,000.00 |
| | Public Utilities | £10,000.00 |
| | Professional Fees | £39,000.00 |
| | Specialist Explosives Consultant | £19,000.00 |
| | CDM Co-ordinator | £4,000.00 |
| | Total | £102,000.00 |
| SUB-CONTRACTORS | None | |
| BACKGROUND PAPERS | None. | |