

UPGRADE HEATING SYSTEM AT GRANGE PRIMARY SCHOOL, MONIFIETH - TENDER REPORT

Abstract

Report on tenders received and recommendation of acceptance.

RECOMMENDATIONS

The Resources and Central Services Executive Sub-Committee is recommended to:

1. approve the acceptance of the lowest tender for the several works, that of Taylor Mechanical Services Ltd, Dundee, in the amount of £219,161.61;
2. approve the estimated total cost of £330,898 (at out-turn prices);
3. note that this project will be funded from an allowance of £331,000 which has been included in the Education departments revised Provisional Financial Plan 2004/2008. The revised Provisional Financial Plan 2004/2008 will be incorporated into the Final Revenue Budget volume 2004;
4. note the revenue implications as contained in this report.

1 DESCRIPTION OF WORKS

The works comprise the replacement and upgrading of a gas fired central heating installation to the existing Primary School, including any associated builder works.

2 TENDERS RECEIVED

Tender documents were issued to five contractors, selected from the standing lists or registered with Constructionline.

Tenders were lodged with the Director of Law and Administration on 20 January 2005 and remain open for acceptance until 20 April 2005.

The tenders received, and after checking the three lowest offers, are as follows:

Contractor	Tender amount	Corrected amount
Taylor Mechanical Services Ltd, Dundee	£219,161.07	£219,161.61
N G Bailey & Co Ltd, Dundee	£229,091.46	£229,085.40
Scan Building Services Ltd, Dundee	£233,467.36	£233,434.35
McGill Heating & Plumbing, Dundee	£256,784.51	Not checked
Jaydee Heating & Electrical Ltd, Dundee	£284,517.35	Not checked

The general level of pricing contained within the lowest offer is considered to be competitive having regard to the nature and extent of the work involved.

3 ESTIMATED TOTAL COST

The estimated total cost of this project, based on the lowest tender, is as follows:

Works	£219,161
Allowance for pipe boxing and standing time to suit programme	£12,000
Works procured separately incorporating supply of boilers and construction of boiler-house	£80,000
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	£311,161
Allowance for professional fees and supervisory, travel and administrative expenses and statutory payments	£19,737
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Estimated total cost (at out-turn prices)	<u>£330,898</u>

4 ALLOWANCE IN ESTIMATES

An allowance of £331,000 has been made for this project in the Education departments revised Provisional Financial Plan 2004/2008. The revised Provisional Financial Plan 2004/2008 will be incorporated into the Final Revenue Budget volume 2004.

5 PROPERTY IMPLICATIONS

There are no property implications specific to this report.

6 REVENUE IMPLICATIONS

The installation of the upgraded heating system will result in a saving on recurring annual revenue costs relating to energy.

The additional revenue expenditure in respect of loan charges arising from this project (first full year 2007/08) is £16,600 per annum calculated over 20 years on the Angus Council capital funded element of £190,898.

7 ESTIMATED PHASING OF EXPENDITURE

The following table shows the predicted phasing of the estimated total cost (assuming a start on site in May 2005) and, for comparison, the phasing of expenditure in the revised Provisional Financial Plan 2004/2008 to be incorporated into the Final Revenue Budget volume 2004:

		to 31/03/04 £000	2004/05 £000	2005/06 £000	2006/07 £000	Total £000
Phasing of expenditure of estimated total cost at out-turn prices	Project cost	41	47	233	10	331
	Less Revenue Funding	(0)	(47)	(13)	(0)	(60)
	R & R Funding	(0)	(0)	(80)	(0)	(80)
	Capital	41	0	140	10	191
Budget allowance contained in the revised Provisional Financial Plan 2004/2008	Project cost:	41	47	233	10	331
	Less Revenue Funding	(0)	(47)	(13)	(0)	60
	R & R Funding	(0)	(0)	(80)	(0)	(80)
	Capital	41	0	140	10	191

8 CONSULTATION

The Chief Executive, the Director of Law and Administration, the Director of Education and the Director of Finance have been consulted in the preparation of this report.

9 HUMAN RIGHTS ACT IMPLICATIONS

There are no Human Rights Act implications specific to this report.

Any implication, as a consequence of discharging recommendations detailed in this report, will be managed in accordance with the standing procedures and processes established by the Property Services Department.

10 CONCLUSION

The Resources and Central Services Executive Sub-Committee is recommended to approve the acceptance of the lowest tender for the several works for Upgrading Heating System at Grange Primary School, Monifieth, that of Taylor Mechanical Services Ltd., Dundee, in the amount of £219,161.61.

REFERENCES

Committee	Date	Report No	Subject
Resources and Central Services	17/03/05	349/05	Property Renewal and Repair Fund – Update of Funding Arrangements and Planned Maintenance of Urgent Repairs

BACKGROUND PAPERS

No background papers, as defined by Section 50D of the Local Government (Scotland) Act 1973 (other than any containing confidential or exempt information), were relied on to any material extent in preparing the above report.

M G Lunny
Director of Property Services

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