

EAST AYRSHIRE COUNCIL

GOVERNANCE AND SCRUTINY COMMITTEE - 28 APRIL 2011

AWARDING OF CONTRACTS - PERIOD FROM 26 FEBRUARY 2011 TO 14 APRIL 2011

Report by the Executive Director of Finance and Corporate Support

1. PURPOSE OF REPORT

- 1.1 The purpose of this report is to provide, for information, details of tenders which have been accepted on behalf of the Council for the period from 26 February 2011 to 14 April 2011. The amounts shown are the actual costs of the contracts and are exclusive of professional fees.

2. BACKGROUND

- 2.1 The Corporate Governance Committee at its meeting held on 8 June 2006 (Item 7, Page 2273, 03/07) and subsequently at the Council meeting on 24 March 2011 (Item 7, 2007/2012) agreed to approve and adopt the revised Standing Orders relating to Contracts and Tendering, which apply to all contracts for the supply of goods and materials, for the provision of services or for the execution of works. The contracts were awarded in terms of these Standing Orders.

3. CONTRACTS

- 3.1 The outcome of the tendering process in respect of each contract is shown at Appendix I together with the anticipated contract duration times, where applicable.

4. FINANCIAL IMPLICATIONS

- 4.1 The Client Departments confirmed that the cost of the works could be provided from existing budgets.

5. LEGAL/AUTHORITY IMPLICATIONS

- 5.1 These contracts were awarded in terms of Paragraph 26 of the Council's Standing Orders relating to Contracts.

6. POLICY/COMMUNITY PLANNING IMPLICATIONS - Nil.

7. RECOMMENDATION

- 7.1 The Committee is asked to note the contracts awarded to date.

Alex McPhee
Executive Director of Finance and Corporate Support

19 April 2011
SMcH/KS

LIST OF BACKGROUND PAPERS

1. Memos dated 22 November 2010, 13 December 2010, 10 February 2011 and 18 March 2011 from the Project Delivery Manager.
2. Memos dated 1 November 2010, 8 December 2010, 31 January 2010; 23 February 2011 and 14 March 2011 by the Asset Improvement Services Manager.
3. Tender Outcome Reports dated 8, 10 and 16 December 2010 and 23 January 2011 by the Procurement Officer.

Any person wishing to inspect the background papers relative to this report should contact Sharon McHarg, Administrative Officer on Tel No (01563) 576131. Any person wishing further information on this report should contact Bill Walkinshaw, Head of Democratic Services on Tel No (01563) 576135.

Implementation Officer: Sharon McHarg, Administrative Officer.

APPENDIX I

1. EDUCATIONAL & SOCIAL SERVICES

1.1 EDUCATION

<u>CONTRACT</u>	<u>SUCCESSFUL CONTRACTOR AND AMOUNT</u>	
<p>*1 Consolidation of Old Mine Workings at Site of Proposed Gargieston Primary School, Kilmarnock</p> <p>Contract Duration: March 2011 - May 2011</p> <p>Estimated Costs: £450,000.00</p>	<p>Vinci Construction Ltd, Leeds</p> <p>£300,000.00</p>	<p><u>Other Contractors in Alphabetical Order:-</u> Bam Ritchies - a Division of BAM Nuttall Ltd, Glasgow; Cementation Skanska Limited, Doncaster; Drilling Contracting & Environmental Ltd, Bathgate; Forkers Limited, West Midlands; and M&J Drilling Services Ltd, Tipton.</p> <p><u>Offers Received in Ascending Order:-</u> £455,139.83; £526,308.30; £581,295.49; £710,041.07; and £797,201.52.</p>
<p>*2 New Build - Patna/St. Xaviers Primary School</p> <p>Contract Duration: 22 April 2011 - 28 June 2012</p> <p>Estimated Costs: £8,500,000.00</p>	<p>Heron Bros Ltd, Magherafelt</p> <p>£8,177,000.00</p>	<p><u>Other Contractors in Alphabetical Order:-</u> Dawn Construction Ltd, Prestwick; Farrans Construction Ltd, Belfast; Graham Construction, Glasgow; Mansell Construction Services Ltd, Glasgow; Miller Construction, Edinburgh; Morgan Sindall, Paisley; and Sir Robert McAlpine Ltd, Edinburgh.</p> <p><u>Offers Received in Ascending Order:-</u> £8,525,935.88; £8,686,290.99; £8,789,927.41; £8,991,008.00; £9,047,315.00; £9,419,655.05; and £9,626,109.26.</p>

*1 *After the tender appraisal process had been completed and the lowest tender has been identified, it was noted that an alternative Fixed Price offer was included within their tender submission. After consultation with the Council's Procurement Team, it was considered that the offer submitted by the lowest tender could be considered without prejudicing the tender process. The Fixed Price offer has been analysed and accepted at a value of £300,000.00.*

*2 *The award criteria for this contract was: Price - 100%.*

<u>CONTRACT</u>	<u>SUCCESSFUL CONTRACTOR AND AMOUNT</u>	
<p>*3 Darvel Primary School - Extension</p> <p>Contract Duration: 14 April 2011 - 30 March 2012</p> <p>Estimated Costs: £5,119,328.14</p>	<p>Heron Bros Ltd, Magherafelt</p> <p>£3,740,252.48</p>	<p><u>Other Contractors in Alphabetical Order:-</u> Barr Ltd, Paisley; CBC Glasgow Ltd, Glasgow; Dawn Construction Ltd, Prestwick; John Graham (Dromore) Limited, Glasgow; Kier Scotland (a division of Kier Regional Ltd), Glasgow; Morgan Sindall, Paisley; O'Hare & McGovern Ltd, Co Down; and Seddon Construction Limited, Glasgow.</p> <p><u>Offers Received in Ascending Order:-</u> £3,729,370.06; £3,760,742.33; £3,818,565.56; £3,877,291.00; £3,986,826.11; £4,047,000.00; £4,218,627.46; and £4,248,703.77.</p>

2. FINANCE AND CORPORATE SUPPORT

2.1 HUMAN RESOURCES

<u>CONTRACT</u>	<u>SUCCESSFUL CONTRACTOR AND AMOUNT</u>	
<p>*4 Human Resources and Payroll Software</p> <p>Contract Duration: 24 February 2011 for 3 years with an option to extend for a further two one year period.</p> <p>Estimated Costs: £190,000.00</p>	<p>Frontier Software Plc, Lightwater, Surrey</p> <p>£220,600.00</p>	<p><u>Other Contractors in Alphabetical Order:-</u> Elbiz Systems Pvt. Ltd, India; Northgate Arinso, Peterborough; and Midland HR, Ruddington, Nottinghamshire.</p> <p><u>Offers Received in Ascending Order:-</u> £141,640; £342,600 and £592,000.</p> <p>There were a further 33 expressions of interest and names are available on request.</p>

*3 To include additional works in the sum of £50,000 for the refurbishment of boys toilets and alteration of stonework steps at Playground.

*4 This contract was subject to an evaluation process, the award criteria being:- Price 60% and Quality of Proposed System and Implementation Programme - 40%.

2.2 INFORMATION TECHNOLOGY AND ASSET MANAGEMENT

<u>CONTRACT</u>	<u>SUCCESSFUL CONTRACTOR AND AMOUNT</u>	
<p>*5 Palace Theatre and Grand Hall - Roof Renewal and External Fabric Repairs</p> <p>Contract Duration: March 2011 - December 2011</p> <p>Estimated Costs: £1,200,000.00</p>	<p>Redpath Construction Ltd, Glasgow</p> <p>£794,242.77</p>	<p><u>Other Contractors in Alphabetical Order:-</u> CBC Glasgow Ltd, Glasgow; CCG Scotland Ltd, Glasgow; Forbes & Whiteford Ltd, Kilmarnock; Land Engineering (Scotland) Limited, Kilmarnock; McLaughlin Construction, Irvine; R&R Construction Ltd, Glasgow; Scotcourt Ltd, Ayr; Southwest Roofing Services Ltd, Dumfries; Stewart & Shields Ltd, Helensburgh; UBC, Glasgow; W H Kirkwood Ltd, Greenock; and Zenith SAS Limited, Midlothian.</p> <p><u>Offers Received in Ascending Order:-</u> £790,154.12; £796,365.47; £818,463.99; £824,950.35; £856,834.30; £859,011.89; £865,996.52; £878,625.42; £902,709.25; £931,731.74; £944,457.42; and £1,199,718.03.</p>

*5 This amount is inclusive of £22,000 for additional works including a building wrap, works to skylights, repair to work to stairwells and the upgrading of the public/product liability insurance cover.

3. NEIGHBOURHOOD SERVICES

3.1 LEISURE

<u>CONTRACT</u>	<u>SUCCESSFUL CONTRACTOR AND AMOUNT</u>	
<p>*6 Supply of External LED Lights for Palace Theatre</p> <p>Contract Duration: N/A (goods required to be delivered on 1 August 2011)</p> <p>Estimated Costs: £50,000.00</p>	<p>Edmundson Electricals, Irvine</p> <p>£52,182.00</p>	<p><u>Other Contractors in Alphabetical Order:-</u> MacLean Electrical, Cumbernauld; Black Light Ltd, Edinburgh; Iguzzini UK Ltd, Glasgow; LITE Ltd, Burnley; Mallatite Ltd, Wishaw; Marwood Electrical Company, Paddock Wood; Street Lighting Supplies Ltd, Grangemouth; Urbis Lighting, Basingstoke; and White Light Ltd, London.</p> <p><u>Offers Received in Ascending Order:-</u> £39,944; £44,820; £46,180; £46,706; £52,842; £54,357; £56,304; £56,767; and £57,217.</p> <p>There were a further 22 expressions of interest and names are available on request.</p>

*6 This contract was subject to an evaluation process, the award criteria being:- Price - 40% and Ability of proposed lights to meet specification - 60%.

<u>CONTRACT</u>	<u>SUCCESSFUL CONTRACTOR AND AMOUNT</u>	
<p>^{*7} New Build - East Ayrshire Athletics Facility (Athletics Track Development, Queens Drive, Kilmarnock)</p> <p>Contract Duration: February 2011 - April 2012</p> <p>Estimated Costs: £6,347,861.00</p>	<p>CBC Glasgow Ltd, Glasgow</p> <p>£5,279,117.90</p>	<p><u>Other Contractors in Alphabetical Order:-</u> Barr Ltd, Paisley; Kier Group, Stepps; Maxi Construction Ltd, Livingstone; Mansell Construction Services Ltd, Glasgow; Sir Robert McAlpine Ltd, Edinburgh; Pihl UK Ltd, Aberdeen; and Marshall Construction Ltd, Alloa; and Stewart Milne Construction, Aberdeen.</p> <p><u>Offers Received in Ascending Order:-</u> £5,279,194.22; £5,284,974.18; £5,486,994.00; £5,550,182.33; £5,789,523.00; £5,789,814.10; and £5,829,036.92.</p> <p>One tenderer did not submit a tender.</p>

^{*7} The award criteria for this contract was: Price - 100%.

4. NEIGHBOURHOOD SERVICES

4.1 ROADS AND TRANSPORTATION

<u>CONTRACT</u>	<u>SUCCESSFUL CONTRACTOR AND AMOUNT</u>	
<p>*8 Light & Heavy Vehicle Breakdown Recovery Services</p> <p>Contract Duration: 4 Years</p> <p>Estimated Costs: £10,000.00 per annum (i.e. estimated £40,000.00 over 4 year term)</p>	<p><u>Framework Agreement:-</u></p> <p>Barry Devlin Services Ltd, Knockentiber</p> <p>FMG Support Ltd, Huddersfield</p> <p>Kerr & Smith (Cumnock) Ltd, Cumnock</p> <p>Richie Recovery Services Ltd, Ayr</p> <p>Schedule of Rates</p>	<p><u>Other Contractors in Alphabetical Order:-</u> J&M Murdoch & Son Ltd, Neilston; Kerr & Smith, Glasgow; T&C Taxis, Dalmellington; and TOM Airdrie Ltd, Airdrie.</p> <p><u>Offers Received in Ascending Order:-</u> N/A.</p> <p>Four offers received on a schedule of rate basis.</p>

*8 *This is a framework agreement with several Service Providers for use in vehicle breakdown recovery on an emergency/ad hoc basis only. The annual value is estimated at £10,000 but the spend and rates used will depend on requirements.*

<u>CONTRACT</u>	<u>SUCCESSFUL CONTRACTOR AND AMOUNT</u>	
<p>*9 Winter Maintenance Assistance Framework</p> <p>Contract Duration: 2 Years with an option to extend for a further two one year periods.</p> <p>Estimated Costs: £10,000 per annum (ie estimated £40,000 over two years with an option to extend for a further two one year periods)</p>	<p>John D Laird, Cumnock</p> <p>Will Landscapes, Fenwick</p> <p>McGivney Construction Ltd, Kilmarnock</p> <p>Tom Grant & Son T/A Tom Grant Plant, Darvel</p> <p>Malcolm Construction Services Ltd, Glasgow</p> <p>T Kelso Plant Hire, Tarbolton</p> <p>James & William McNae, Tarbolton</p> <p>R S Duncan Plant Hire Ltd, Cumnock</p> <p>Hillhouse Quarry Company, Troon</p> <p>WI & A Gilbert Ltd, Dalry</p> <p>Duncan Plant Hire Ltd, New Cumnock</p> <p>T J Paterson, Newmilns</p> <p>William H McClounie, New Cumnock</p> <p>Jamieson Plant Hire, Maybole</p> <p>Vanlee Transport, Galsgow</p> <p>Brown Plant Hire Ltd, Kilmarnock</p> <p>Hamilton Tarmac, Hurlford</p> <p>Schedule of Rates</p>	<p><u>Other Contractors in Alphabetical Order:-</u> William McIvaney, Cumnock; Andrew Lindsay, Nemwilns; Murdoch Landscaping, Fenwick; AS Orr, Ochiltree; William Rankin, Stewarton; Borestone Repairs, Dalry; Stuart B Smith, Beith; and R J McTurk, New Cumnock.</p> <p><u>Offers Received in Ascending Order:-</u> N/A</p> <p>Eight tenderers did not submit a tender.</p>

*9 *This is a Framework Agreement with several Service Providers for use in Winter Gritting & Snow Clearance Assistance on weather dependent basis only. The annual value is estimated at £10,000 but spend and the rates used will depend on requirements.*