

Public Document Pack



MEETING:	Cabinet
DATE:	Wednesday, 30 October 2019
TIME:	10.00 am
VENUE:	Reception Room, Barnsley Town Hall

AGENDA

1. Declaration of pecuniary and non-pecuniary interests
2. Leader - Call-in of Cabinet decisions

Minutes

3. Minutes of the previous meeting held on 16th October (Cab.30.10.2019/3)
(Pages 3 - 6)

Items for Noting

4. Decisions of Cabinet Spokespersons (Cab.30.10.2019/4)

Petitions

5. Petitions received under Standing Order 44 (Cab.30.10.2019/5)

Items for Decision/Recommendation to Council

Regeneration and Culture Spokesperson

6. Berneslai Homes Tender District Heating Underground Mains Replacement Programme 2019-2021 (Cab.30.10.2019/6) (Pages 7 - 24)

To: Chair and Members of Cabinet:-

Councillors Houghton CBE (Chair), Andrews BEM, Bruff, Cheetham, Gardiner, Howard, Lamb and Platts

Cabinet Support Members:

Councillors Charlesworth, Franklin, Frost, Saunders, Sumner and Tattersall

Chair of Overview and Scrutiny Committee
Chair of Audit Committee

Sarah Norman, Chief Executive
Rachel Dickinson, Executive Director People
Matt Gladstone, Executive Director Place
Wendy Lowder, Executive Director Communities
Julia Burrows, Director Public Health
Andrew Frosdick, Executive Director Core Services
Michael Potter, Service Director Business Improvement and Communications
Neil Copley, Service Director Finance (Section 151 Officer)

Katie Rogers, Head of Communications and Marketing
Anna Marshall, Scrutiny Officer
Martin McCarthy, Service Director Governance, Members and Business Support

Corporate Communications and Marketing

Please contact Martin McCarthy on email governance@barnsley.gov.uk

Tuesday, 22 October 2019



MEETING:	Cabinet
DATE:	Wednesday, 16 October 2019
TIME:	10.00 am
VENUE:	Reception Room, Barnsley Town Hall

MINUTES

Present Councillors Houghton CBE (Chair), Andrews BEM, Bruff, Cheetham, Gardiner, Howard, Lamb and Platts

Members in Attendance: Councillors Franklin, Saunders, Sumner and Tattersall

95. Declaration of pecuniary and non-pecuniary interests

Cllr Tattersall declared a non-pecuniary interest in the matters to be considered at item 10 by virtue of being a Berneslai Homes Board Member.

96. Leader - Call-in of Cabinet decisions

The Leader reported that no decisions from the previous meeting held on 2nd October, 2019 had been called in.

97. Minutes of the previous meeting held on 2nd October, 2019 (Cab.16.10.2019/3)

The minutes of the meeting held on 2nd October, 2019 were taken as read and signed by the Chair as a correct record.

98. Decisions of Cabinet Spokespersons (Cab.16.10.2019/4)

The Record of Decisions taken by Cabinet Spokespersons under delegated powers during the week ending 27th September, 2019 were noted.

99. Petitions received under Standing Order 44 (Cab.16.10.2019/5)

It was reported that no petitions had been received under Standing Order 44.

Deputy Leader

100. Joint Strategic Needs Assessment 2019 (Cab.16.10.2019/6)

Cabinet commended the hard work of officers in developing the JSNA and agreed this will act as a solid foundation of quality data that will lead to quality informed decisions and act as a base for future service planning.

RESOLVED that the publication of the Joint Strategic Needs Assessment (JSNA) 2019, as set out in the report be supported.

Core Services Spokesperson

101. 2019/20 Accelerated Investment Proposals (Cab.16.10.2019/7)

The Leader commented on the excellent work undertaken by Members and officers over recent years that have led to the situation where the Council is able to take welcomed decisions on accelerating investment proposals.

Members noted support for the themes proposed for accelerated investment.

RESOLVED:-

- (i) that the 2019/20 investment proposals as identified in Section 4 of the report be approved; and
- (ii) that authority be delegated to individual Cabinet Spokespersons, in conjunction with respective Executive Directors, to progress implementation of each proposal identified in Section 4 with immediate effect.

Regeneration and Culture Spokesperson

102. Installation of Electric Vehicle Charging Infrastructure (Cab.16.10.2019/8)

RESOLVED:-

- (i) that approval be given to the procurement for Electric Vehicle Charging Infrastructure to be provided in public car parks and the infrastructure to charge the Council's electric vehicle fleet be undertaken as one exercise;
- (ii) that approval be given to the procurement process to include the provision for a non-exclusive call-off arrangement with the appointed supplier. The arrangement would allow the Council to work strategically with the appointed supplier to meet future development plans within the contract period;
- (iii) that Outright Purchase be approved as the preferred option in relation to the provision of charging infrastructure for the Council's fleet vehicles;
- (iv) that the Concession option as set out in relation to the provision of charging infrastructure at key locations throughout the Borough be approved;
- (v) that authority be delegated, following procurement, to the Executive Director Place and the Council's Section 151 Officer, to undertake due diligence in the form of a financial appraisal of the successful tender bid; and
- (vi) that authority be delegated, following procurement, to the Executive Director Place and the Council's Section 151 Officer, to appoint a Provider.

103. Exclusion of Public and Press

RESOLVED that the public and press be excluded from the meeting during consideration of the following items, because of the likely disclosure of exempt information as described by the specific paragraphs of Part I of Schedule 12A of the Local Government Act 1972 as amended, as follows:-

<u>Item Number</u>	<u>Type of Information Likely to be Disclosed</u>
104	Paragraph 3

Joint Regeneration and Culture and Core Services Spokespersons

104. Housing Property Repairs and Improvement Partnership (PRIP) Tender Strategy 2020 (Cab.16.10.2019/10)

RESOLVED:-

- (i) that the process, outcome and recommendations of Key Stage Three: 'Tender Strategy' as set out in the report and as detailed in the Tender Report at Appendix B be approved; and
- (ii) that the commencement of Key Stage Four: 'Award of Contract and Lead-in' be authorised.

.....
Chair

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BARNSELY METROPOLITAN BOROUGH COUNCIL

This matter is a Key Decision within the Council's definition and has been included in the relevant Forward Plan

REPORT OF THE EXECUTIVE
DIRECTOR PLACE**Berneslai Homes – Tender District Heating Underground Mains Replacement Programme 2019-21****1. PURPOSE OF REPORT**

- 1.1 To seek Council approval for Berneslai Homes to carry out the replacement of the underground heating mains at three district heating schemes following a competitive tender exercise.
- 1.2 The proposed capital works programme will improve the overall Energy Efficiency, of three district heating schemes; supplying heat to council housing and connected buildings. This investment will return social, economic and environmental outcomes, which will positively benefit; the Council, it's residents and the wider community.

2. RECOMMENDATIONS

It is recommended that:

- 2.1 Cabinet approve the lowest tender submitted by the contractors to carry out the 3 year capital works programme.
- 2.2 Cabinet approve the 2019/20 Aldham Farm/Hudson Haven replacement programme.
- 2.3 Cabinet approve, in principle, the replacement programmes for Marston Crescent – 2020/21 and Rose Tree Court – 2021/22. Funding for these two schemes will be released annually as part of the agreed annual budget process.

3. INTRODUCTION

- 3.1 Three district heating schemes require the full replacement of the underground district heating distribution mains pipework:

Schemes	Dwellings & Buildings
Aldham Farm/Hudson Haven, Wombwell, Barnsley	80 dwellings including an independent living scheme
Marston Crescent, New Lodge, Barnsley	92 dwellings
Rose Tree Court, Cudworth, Barnsley	53 dwellings and a community centre

- 3.2 These schemes consist of commercial biomass and gas systems with ancillary equipment from a centralised plant room, supplying heat and hot water connected to individual dwellings and buildings.

- 3.3 The existing underground distribution heating pipework has been installed at these schemes since the district heating systems were originally installed. The sectional iron and plastic combination pipework has reached its 25-30 year life expectancy and are beyond economical repair.
- 3.4 District/communal heating schemes comprise of a range of elements. Life cycles of these elements i.e. commercial boiler plant, below and above ground heating mains, dwelling heating internals, community centres, distribution etc. have varied projected lifespans.
- 3.5 Following analysis of the entire managed district heating schemes, it was identified that the underground heating distribution pipework to a number of schemes were either close to or had reached the end of their recommended life expectancy.
- 3.6 Berneslai Homes have commissioned NPS to complete a mechanical services condition survey and scheme estimate for the replacement of the underground heating mains at the recognised schemes. The report provided a detailed summary of the current condition and functionality of the existing underground district heating mains, with estimated costs of their replacement and indicative timescales for renewal.
- 3.7 The report highlighted only one scheme with the full original iron distribution pipework and recommended that it should be prioritised for replacement works. The other schemes with iron and plastic combination pipework were given indicative timescales for when full replacement works should be completed.
- 3.8 Based on the mechanical services condition report, full replacement works at the following sites were estimated to be:

District Heating Site	Estimated Replacement Costs £
Aldham Farm/Hudson Haven	£327,800
Marston Crescent	£590,040
Rose Tree Court	£334,866

- 3.9 The total estimated capital costs for works of the project therefore total £1,252,000 excluding professional fees.
- 3.10 It was agreed that these schemes would be completed as part of the Berneslai Homes capital replacement programme and be funded from the HRA supplementary capital programme, as part of the heating works budget.
- 3.11 Due to total estimated value of the works as highlighted above being in excess of the annual heating works budget, it has been agreed that a three project programme will run over a 3 year period with one scheme to be completed within each fiscal year. This will ensure to costs will be contained within the agreed annual budget allocation.
- Aldham Farm/Hudson Haven - 2019/20
 - Marston Crescent - 2020/21
 - Rose Tree Court – 2021/22

- 3.12 NPS was commissioned to provide professional services for the procurement of the project.
- 3.13 The procurement was undertaken via shortlisted tender. Prospective tenderers for the works programme were sought through the YOR tender procurement system.

4. CURRENT POSTION

- 4.1 Following a competitive procurement exercise tenders were received on 12 July 2019 as follows:-

Contractor	Tender £
NPS Barnsley	872,687
Warmer Energy Services	1,322,711
Eneteq Services Ltd	No Response
Vital Energi	Opt Out

- 4.2 The tender was issued to four contractors, unfortunately however, only two submitted tenders. One of the tenderers provided no response, whilst the other opted out stating unable to submit due to the product range specified.
- 4.3 Following the low tender return, feedback was sought from contractors who declined to tender.
- 4.4 Eneteq Services Ltd explained that the legal department of their parent company (Veolia) had raised issues with the wording of the standard warranty and bond, and consequently they were instructed to withdraw from the tender process. Vital Energi chose to withdraw from the tender process as their preference was to install an alternative pipework material. Therefore, they did not consider their tender would be competitive based upon the specification.
- 4.5 Arithmetical checks found an error was identified where NPS Barnsley had not made any allowance for an element of the priced works.
- 4.6 Under section 8.3 of Instructions for tendering, errors are to be dealt with in accordance with; *JCT Tendering Practise Note 2017 – Alternative 2 – giving the Tenderer an opportunity of confirming offer of amending to correct genuine errors – arithmetical errors and patent errors in pricing.*
- 4.7 NPS Barnsley were contacted and advised of the pricing error. They were able to amend their tender submission. This resulted in an addition of £9,200 to the tender figure giving a revised tender sum of £881,887.
- 4.8 Technical checks found that the Employers Requirements had specified lockable brick built enclosures for external heating pipework risers. NPS Barnsley confirmed that their tender was based on pre-formed metal boxing not brick enclosures. As Warmer Energy Services have costed this item in accordance with the Employers Requirements, there was disparity in the received tenders. For comparison purposes, Warmer Energy Services were advised and provided a cost for fitting pre-formed metal boxing's. This represented a saving on their tender submission of £18,243. However, this saving suggests no change to the overall position of the tenders received.

- 4.9 The tender submitted by NPS Barnsley in the sum of £881,887 is £297,113 below the reported pre-tender estimate of £1,179,000.
- 4.10 The revised tender submitted by NPS Barnsley in the sum of **£881,887** is compliant with the client's requirements, therefore can be considered for acceptance subject to the client approval of the pre-formed metal boxing in lieu of brickwork enclosures and the client obtaining appropriate approval and satisfactory assessment of the Contractors Health and Safety. The Tender Report is attached at Appendix B.
- 4.11 NPS pre and post professional services fees for the project total £55,559. The full Works & Fees Report is attached at Appendix C.

5. PROPOSAL AND JUSTIFICATION

- 5.1 It is proposed that NPS Barnsley is awarded the project as the lowest tender received.
- 5.2 The pipework at these 3 schemes are close to reaching 30 years old and pose significant risk. The characteristics of deteriorating heating distribution systems include the increased frequency of leaks and main breaks which lead to supply interruptions. In our experience, repairs on buried infrastructure are time consuming and expensive.
- 5.3 Potential disruptions in supply will have a negative impact on our customers as a consequence. At this juncture, based on the evidence presented, it makes considerable sense to replace the below ground heating distribution pipework.
- 5.4 New pre-insulated underground pipework systems have extremely low heat loss. The hot water supplied from the heat source to buildings can maintain the supply temperature, ensuring a high level of energy efficiency ensuring environmental, economic and social benefits for the business and our customers.
- 5.5 The concept of district heating contributes to Local / National energy policies; to reduce greenhouse gas emissions through the use of a wide range of low carbon initiatives and renewable heat and energy sources.

6. CONSIDERATION OF ALTERNATIVE APPROACHES

- 6.1 The underground heating mains could potentially be replaced as part of wider works programme for the scheme in the future i.e. when the central boiler plant has reached its anticipated end of life 2026-30. However, to wait until this time poses significant risk and will not achieve the context and rational with the agreed approach to carry out the programme of works over the next 3 years.

7. IMPLICATIONS FOR LOCAL PEOPLE/SERVICE USERS

- 7.1 The effective management of the Council Housing Investment Programme helps to consistently drive forward service improvements for the benefit of both the council tenants and the wider community.

- 7.2 Installing these new underground heating pipework systems will offer an improved supply of heat that is good value to our customers and contributes to reducing fuel poverty.
- 7.3 Consultation will take place with the services users, where specific impact has been identified through this programme of works to be carried out.

8. FINANCIAL IMPLICATIONS

- 8.1 Consultations have taken place with representatives of the Service Director – Finance (S151 Officer).
- 8.2 This report seeks approval for the lowest tender of a planned three year replacement programme from October 2019 to March 2022. The process for tendering for the 3 projects as one overall tender represents value for money to the Council's HRA, as opposed to 3 separate tender processes.
- 8.3 The tender exercise has now been concluded and the lowest tender price, which totals £0.882M, is proposed to be accepted and approved by Cabinet. In addition to this, NPS professional fees associated with these works are estimated to total £0.056M, bringing the total cost of the project to £0.938M.
- 8.4 The indicative breakdown of this total cost per individual project can be seen in the table below:

District Heating Site	Year of Delivery	Estimated Cost of Works	Estimated Fees	Total Estimated Cost
		£M	£M	£M
Aldham Farm/Hudson Haven	2019/20	0.231	0.015	0.246
Marston Crescent	2020/21	0.415	0.026	0.441
Rose Tree Court	2021/22	0.236	0.015	0.251
Total Project Costs		0.882	0.056	0.938

- 8.5 To ensure the affordability of the scheme, it is proposed that the three elements of works are phased across 3 financial years, from 2019/20 through 2021/22. As part of the annual HRA budget setting process and the HRA 30 year business plan, resources are set aside annually for works on the Council's dwellings in terms of maintaining them at the Barnsley Homes decency Standard as well as supplementary investment in the Council's dwelling stock. Included within the supplementary investment funding is a recurring, annual element for district heating (£0.6M), to ensure that the Council's district heating networks are maintained and replaced if required.
- 8.6 Cabinet approval is sought to release the funding for the 2019/20 scheme (Aldham Farm/Hudson Haven replacement). It will be funded through the uncommitted 2019/20 District Heating capital replacement programme budget. The table below shows current levels of committed schemes against this budget:

Total 2019/20 Funding		2019/20 Commitments		2019/20 Funding Available	
Rolled Forward Funding (From 18/19)	£0.557M	2019/20 Approved Schemes	£0.507M		
2019/20 Annual Budget	£0.606M	Other Commitments (Grey Street) Not Yet Approved	£0.171M		
TOTAL	£1.163M	TOTAL	£0.678M	TOTAL	£0.485M

Aldham Farm/Hudson Haven Scheme **£0.246M**

2019/20 Funding Available **£0.239M**

- 8.7 The remaining funding available in 2019/20 (£0.239M), as shown above, is to be held as contingency for any urgent, emergency works that may be required to the district heating networks during the remainder of the financial year.
- 8.8 The funding of the remaining two schemes within this proposal (Marston Crescent and Rose Tree Court) will be the first call on the annual funding set aside for district heating, as outlined in paragraph 8.5, and will formally be released as part of the annual budget setting process for both the 2020/21 and 2021/22 financial years respectively. The remaining funding allocated for district heating networks in those respective years will be held as contingency for urgent emergency works.
- 8.9 The formal approval and detailed update in respect of these two remaining schemes will form part of the annual Supplementary HRA Investment Report which is presented to Cabinet following approval of the funding for that financial year.
- 8.10 The summarised financial implications are shown in the attached Appendix A.

9. EMPLOYEE IMPLICATIONS

- 9.1 There are no additional employee implications arising from these works, which will be undertaken using existing Berneslai Homes' resources.

10. COMMUNICATIONS IMPLICATIONS

- 10.1 Berneslai Homes and the contractor will communicate with the tenants affected by the proposed works directly within appropriate timescales.

11. CONSULTATIONS

- 11.1 Consultation on the report has taken place at the Council ALMO liaison meeting between Berneslai Homes' Senior Management Team and Council Housing Growth Team.

12. RISK MANAGEMENT ISSUES

- 12.1 Contractual – As a service partner with BMBC, NPS Barnsley Ltd are not required to provide a performance bond.

- 12.2 Health & Safety – The project notifiable for CDM purposes. The contractor currently meets the minimum registration requirements for competency as Principle Contractor for the project and has provided sufficient evidence to support.
- 12.3 Contractor Performance Management – monitoring processes to measure the project and project management performance will be applied to effectively control the three project programme.
- 12.4 Supply Disruption – Service users will experience supply interruptions to their homes. The agreed works programme will keep disruption to a minimum, with the contractor responsible to notify and provide necessary interim measures to service users during periods of scheduled downtime.

13. GLOSSARY

HRA – Housing Revenue Account

ALMO – Arm's Length Management Organisation

CDM – Construction (Design Management) regulations 2015

14. LIST OF APPENDICES

Appendix A - Financial Implications

Appendix B - NPS Works tender report

Appendix C - NPS Works & Professional fees report

15. BACKGROUND PAPERS

NPS Mechanical Services and Condition Report Survey.

If you would like to inspect background papers for this report, please email governance@barnsley.gov.uk so that appropriate arrangements can be made

Report author: John Dowle

Date 31 July 2019

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Report of the Executive Director Place

FINANCIAL IMPLICATIONS

District Heating - Underground Heating Main Replacements

i) <u>Capital Expenditure</u>	<u>2019/20</u> £	<u>2020/21</u> £	<u>2021/22</u> £	<u>Total</u> £
NPS Tendered Works	230,766			230,766
NPS Fees	14,538			14,538
	245,304	0	0	245,304

To be financed from:

District Heating Capital Replacement Programme	245,304			245,304
	245,304	0	0	245,304

ii) <u>Revenue Effects</u>	<u>2019/20</u> £	<u>2020/21</u> £	<u>2021/22</u> £	<u>Total</u> £
	0	0	0	0

To be financed from:

	0	0	0	0
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Impact on Medium Term Financial Strategy

Not applicable in this report

Agreed by:



.....On behalf of the Service Director-Finance, Section 151 Officer

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EXAMINING TENDERS AND REPORTING – TENDER REPORT - WORKS

Project Title: District Heating Mains Replacement Programme 2019-21

Ref: 07-17-19-1-1194

1. Tenders Received (PR-81)

The time and date for receipt of tenders was noon on Friday 12th July 2019.

This procurement was undertaken via shortlisted tender, see NPS Barnsley Tender Shortlisting Report issued 24 May 2019, where 6 Nr responses were received through YORTender and 4 Nr compliant applications were recommended suitable for acceptance.

Tenders have been received as follows:-

1. NPS Barnsley	£872,687.00
2. Warmer Energy Services	£1,322,711.00
3. Eneteq Services Ltd	No Response
4. Vital Energi	Opt Out

The tender was issued to four contractors of which only two submitted tenders. One of the tenderers provided no response, whilst the other opted out stating unable to submit due to the product range specified.

During the Tender Shortlisting all the contractors were contacted to ensure they were interested in the proposed project and all confirmed they would submit a tender.

Unfortunately there appears to be a limited number of M&E contractors interested and able to undertake works of this nature. This continues to be an ongoing problem and is due to the difficult nature of the industry and lack of skilled resources. The market remains very volatile and contractors are inevitably very selective and respond only to the most attractive tender opportunities.

Following this tender return we obtained the following feedback from the two contractors who declined to tender;

- Eneteq Services Ltd explained that the legal department of their parent company (Veolia) had raised issues with the wording of the standard warranty and bond and consequently they were instructed to withdraw. However, it was suggested that Eneteq Services would be keen to tender for future opportunities subject to the issue being resolved on their side.
- Vital Energi withdrew from the tender process as their preference is to install bonded steel pipework and not plastic pipework. Consequently, they did not consider their tender would be competitive based upon the specification.

EXAMINING TENDERS AND REPORTING – TENDER REPORT – WORKS (CONT'D)

Project Ref: 07-17-19-1-1194

The priced Specification has been received from the lowest tenderer, NPS Barnsley, and is reported upon below.

2. Arithmetical Check (PR-86)

An arithmetical check was undertaken on the lowest tender submitted by NPS Barnsley and an error found resulted in an addition of £9,200.00 to the above figure.

Under Section 8.3 of the Instructions for Tendering, errors are to be dealt with in accordance with JCT Tendering Practice Note 2017 – Alternative 2 and therefore the tenderer was contacted and advised that they would be able to amend their submission for genuine errors. The Tenderer confirmed this was a genuine error and revised their tender accordingly.

3. Technical Check (PR-87)

A Technical check has been carried out and the following observed;

3.1 Pricing

Pricing of the Tender Specification document has been completed in accordance with the tendering instructions. NPS Barnsley Ltd have generally satisfied the requirement to price all individual items. Items priced as 'included' have been clarified and the Tenderer has confirmed that these items are included within the cost of other items of work and are included in their tender submission.

The overall pricing of the tender does appear exceptionally competitive and it compares with the level of pricing recently awarded to NPS Barnsley Ltd for the Hawthorne House scheme.

We would comment that the Employer's Requirements have specified lockable brick built enclosures where new heating pipework risers are on the outside of dwellings. Having checked this with NPS Barnsley Ltd, they have confirmed that their tender is based on full height pre-formed metal boxings, similar to those specified on recent schemes.

Warmer Energy Services have costed this item in accordance with the Employer's Requirements, on each of the three schemes, in the total sum of £88,909.

For comparison purposes, Warmer have advised (via YORtender) that an overall cost saving of £18,243 could be achieved for installing pre-formed metal boxings. Although this would suggest no change to the overall position of the tenders received, it does represent a departure from the specification and would require Client approval.

3.2 Preliminaries

Preliminaries have been priced at £29,024 for each Section of the works.

The preliminaries total of £87,072 represents 11% of the tender sum (less prelims). This is considered to be reasonable, when expressed as a percentage, considering the locations and nature of these works.

Document No and Name:		Version No:	Date:	Retention Period:	Page No:
19872	PR-88 Examining Tenders & Reporting Tender Report <i>Windle</i>	1	July 2015	12 Years	Page 2 of 6

EXAMINING TENDERS AND REPORTING – TENDER REPORT – WORKS (CONT'D)

Project Ref: 07-17-19-1-1194

3.3 Prime Cost and Provisional Sums

Three separate contingency sums are included within the tender for each Section of works;

•	Aldham Farm/Hudson Haven	£15,000.00
•	Marston Crecent, New Lodge	£15,000.00
•	Rose Tree Estate, Cudworth	£15,000.00
Total:		£45,000.00

3.4 Dayworks

Dayworks have not been included in the tender documentation.

3.5 Contractors Insurances and Bond details (approvals obtained)

NPS Barnsley Ltd have completed Appendix II of the Form of Tender and Insurance details have been provided. The level of cover currently in place in respect of Public Liability, Employers Liability and Professional Indemnity insurances exceeds the requirements stated by BMBC within the tender documentation and Form of Tender.

Insurances details have previously been approved prior to being placed on the Tender List.

NPS Barnsley Ltd are not required to provide a performance bond as they are a service partner with BMBC.

3.6 Compliance with requirements of tender documentation (other than Health and Safety)

Tender requirements have been fully complied with (with the exception of the divergence from the specification noted in 3.1). No alterations have been made to the tender documentation and no qualifications received.

The Contractor has confirmed that Tender Amendments 1 and 2 issued during the tender period have been included in the tender.

4. Client/Planning Supervisors Evaluation of Competence and Provision for Health and Safety

The project is notifiable for CDM purposes. NPS Barnsley Ltd currently meet the minimum registration requirements for competency as a Principal Contractor for this project and they have provided evidence of their SSIP accreditation. Project specific method statements and risk assessments will be requested upon appointment.

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EXAMINING TENDERS AND REPORTING – TENDER REPORT – WORKS (CONT'D)

Project Ref: 07-17-19-1-1194

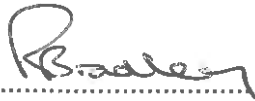
5. Conclusion

The Client's budget for the works estimate was £1,252,000.

The lowest returned price received from NPS Barnsley Ltd has been obtained through competitive tendering, although only two tenders were ultimately received. The corrected tender was returned by NPS Barnsley Ltd in the sum of £881,887.00, which is £297,113.00 below the reported estimate of £1,179,000.00.

The revised tender submitted by NPS Barnsley Ltd in the sum of £881,887.00 can be considered for acceptance, subject to client approval of the pre-formed metal boxings in lieu of brickwork enclosures, and the client obtaining appropriate approval to the appointment/funding and satisfactory assessment of the Contractors Health and Safety information.

Signed:  Project Quantity Surveyor Date: 30/07/19

Authorised for issue:  For and on behalf of Date: 30.07.2019
K. Temple
Managing Director
NPS Barnsley Ltd

Copy to: Project File
Mr M Allen

EXAMINING TENDERS AND REPORTING – APPENDIX 1 – TECHNICAL CHECK RECORD

Project Title: District Heating Mains Replacement Programme 2019-21

Ref: 07-17-19-1-1194

Specification submitted by: NPS Barnsley Ltd

		Remarks
1) Appendix I - (Statement as to Sub-letting) completed and submitted	Yes/No	Works are to be sub-let to 1Nr sub-contractor for trench works.
2) Appendix II – Contractors Insurances and Bond details completed and submitted, and approvals received from Finance	Yes/No	Insurances approved by BMBC Financial Services. Renewal date: 1st April 2020
3) Appendix IV - (Statement of Contractor's Workload) completed and submitted	Yes/No	
4) Appendix VI - (Equivalent Products) completed and submitted	Yes/No	None identified.
5) Appendix VIII - (Community Benefits Method Statement) completed and submitted	Yes/No	
6) Appendix X – (Anti-collusion certificate – goods, works and services) completed and submitted	Yes/No	The Tenderer has submitted a signed copy of the Anti-collusion certificate with their Tender Submission.
7) SSIP compliance received	Yes/No	CHAS Certificate obtained.
8) Construction Phase Health and Safety Plan or Method Statements/Risk Assessments requested	Yes/No	To be requested after award of contract
9) Details of Group Guarantees submitted	Yes/No	
10) Programme requested	Yes/No	To be requested upon award of contract
11) Any amendments issued during tender period have been incorporated	Yes/No	Tender Amendment Nrs 1 and 2 issued and acknowledged.
12) Tenderer has qualified his tender or altered/modified tender documents	Yes/No	
13) Tenderers finances have been checked and approval received from Finance (Open Tenders Only)	Yes/No	N/A
(Others please state)		

Check carried out by: David Hotchkiss

Date: 19/07/19

Verified by:



Date: 30.07.2019

EXAMINING TENDERS AND REPORTING – APPENDIX 2 – ARITHMETICAL CHECK RECORD

Project Title: District Heating Mains Replacement Programme 2019-21

Ref: 07-17-19-1-1194

Specification submitted by: NPS Barnsley Ltd

SPECIFICATION REFERENCE	SPECIFICATION EXTENSION	SHOULD BE	ERROR +/-	RUNNING TOTAL +/-	REMARKS
Sections 1.01, 1.02, 1.03 and 3.00					Carried Forward and Brought Forward not used correctly however Section Totals are correctly carried to General Summary
Section 4.00 Page 3/6 Collection	£210,830.00	£220,030.00	+£9,200	£9,200.00	
Arithmetically Corrected Tendered Sum				£881,887.00	

Check carried out by: David Hotchkiss

Date: 19/07/19

Verified by: *D. Squires*

Date: 30.07.2019

PROJECT WORKS AND FEES REPORT

Project: District Heating Mains Replacement Programme 2019-21

Stage: Tender

dated: 30/07/2019

Ref. No.: 07-17-19-1-1194

Works Costs

Total works

Present Works Costs £	Previous Works Costs £
881,887.00	1,179,000.00

Professional Fees and Charges

Discipline

%

Architect

Mechanical Engineer (lead)

Electrical Engineer

Structural Engineer

Quantity Surveyor

Project Manager

Principal Designer

2.25%

1.00%

2.60%

0.45%

6.30%

Present Fees and Charges £	Previous Fees and Charges £
-	-
19,842.46	21,516.75
8,818.87	9,726.75
-	-
22,929.06	26,527.50
-	-
3,968.49	3,537.00
55,558.88	61,308.00
-	-
55,558.88	61,308.00
55,558.88	61,308.00

Total Fees (NPS Barnsley Ltd)

Other Consultant Services:

Other Professional Fees

Planning

Building Regulations

Total Professional Fees and Charges

Commission Details:

Commission Dated: 28 March 2019

Fees Quoted: 5.20%

Based on: SLA Table 3

PROJECT WORKS AND FEES REPORT

Contract Details:

Form of Contract: JCT Design and Build 2016
Date of Commencement: 28 August 2019
Date of Completion: 28 June 2021
Date of Practical Completion: N/A
Extension of Time: N/A

Basis of Report:

Tender return submitted by NPS Barnsley.

Brief Specification of the Works:

The replacement of the underground heating distribution mains pipework at three sites, completing one site per fiscal year (typically 12-weeks duration each). The sites are Aldham Farm/Hudson Haven, Marston Cres, New Lodge and Rose Tree Estate, Cudworth.

Reasons for Difference to Previous Report:

Tender return submitted by NPS Barnsley.

Drawings and Information Supplied:

NPS Drawing Nr NPS-XX-P-XX-DR-M-001 rev P2
NPS Drawing Nr NPS-XX-P-XX-DR-M-002 rev P2
NPS Drawing Nr NPS-XX-P-XX-DR-M-003 rev P2
Employer's Requirements Performance Specification for the Replacement of the Below Ground District Heating Mains - Rev P2

Qualifications:

- 1 Includes £45,000 for contingencies.

Exclusions:

- 1 VAT
- 2 Survey Charges, Specialist Reports and Investigations, testing and surveys and the like.
- 3 Legal Fees
- 4 Clerk of Works Fees
- 5 Works to the boilers
- 6 Asbestos removal

Signed: 

For and on behalf of K. Temple
NPS Barnsley Ltd

Date: 30.07.2019

Original to:

Client - J. Dowle

Copies to:

File
Project QS
Lead Consultant
Office Management System/M Allen



[✓]
[✓]
[✓]
[✓]