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Tender

# **South Thamesmead Phases 2 and 3 Joint Venture Partnership**

Peabody Trust

F24: Concession notice

Notice identifier: 2021/S 000-028657

Procurement identifier (OCID): ocds-h6vhtk-02f760

Published 17 November 2021, 9:15am

# Section I: Contracting authority/entity

# I.1) Name and addresses

Peabody Trust

Minster Court, 45-47 Westminster Bridge Road

London

SE1 7JB

#### Contact

Adam Compton

#### **Email**

adam.compton@peabody.org.uk

#### **Telephone**

+44 2038284233

#### Country

**United Kingdom** 

#### **NUTS** code

UKI6 - Outer London - South

# Internet address(es)

Main address

www.peabody.org.uk

# I.3) Communication

The procurement documents are available for unrestricted and full direct access, free of charge, at

https://www.delta-esourcing.com/tenders/UK-UK-London:-Building-construction-work./2ND68B5HZ8

Additional information can be obtained from the above-mentioned address

Applications or, where applicable, tenders must be submitted to the above-mentioned address

# I.4) Type of the contracting authority

Other type

Housing Association

# I.5) Main activity

Housing and community amenities

# **Section II: Object**

# II.1) Scope of the procurement

#### II.1.1) Title

South Thamesmead Phases 2 and 3 Joint Venture Partnership

#### II.1.2) Main CPV code

• 45210000 - Building construction work

#### II.1.3) Type of contract

Works

#### II.1.4) Short description

Peabody is seeking to establish a 50:50 joint venture ('JV') between Peabody and a private sector partner ('PSP') to deliver phases 2 and 3 of the South Thamesmead regeneration project, at Harrow Manorway, near Abbey Wood, SE2 9LH (the 'Development Site'). The Development Site totals circa 3.1 hectares (7.7 acres) split between a northern plot (Phase 2, c 1.7 ha (4.6 ac)) and southern plot (Phase 3, c 1.2 ha (3.1 ac)).

#### II.1.5) Estimated total value

Value excluding VAT: £300,000,000

#### II.1.6) Information about lots

This concession is divided into lots: No

#### II.2) Description

#### II.2.2) Additional CPV code(s)

- 45211000 Construction work for multi-dwelling buildings and individual houses
- 45211340 Multi-dwelling buildings construction work
- 45211350 Multi-functional buildings construction work
- 90500000 Refuse and waste related services
- 77314000 Grounds maintenance services

- 79714000 Surveillance services
- 79713000 Guard services
- 79710000 Security services
- 79711000 Alarm-monitoring services
- 90911100 Accommodation cleaning services
- 90911200 Building-cleaning services
- 45000000 Construction work
- 45210000 Building construction work
- 45211100 Construction work for houses
- 45211341 Flats construction work
- 45213312 Car park building construction work
- 45223310 Underground car park construction work
- 71421000 Landscape gardening services
- 45231221 Gas supply mains construction work
- 45230000 Construction work for pipelines, communication and power lines, for highways, roads, airfields and railways; flatwork
- 45231000 Construction work for pipelines, communication and power lines
- 45231100 General construction work for pipelines
- 45231300 Construction work for water and sewage pipelines
- 45111000 Demolition, site preparation and clearance work
- 45231223 Gas distribution ancillary work
- 70000000 Real estate services
- 70110000 Development services of real estate
- 70111000 Development of residential real estate
- 50700000 Repair and maintenance services of building installations
- 50710000 Repair and maintenance services of electrical and mechanical building installations

- 45259300 Heating-plant repair and maintenance work
- 45331000 Heating, ventilation and air-conditioning installation work
- 45330000 Plumbing and sanitary works
- 71247000 Supervision of building work
- 45233100 Construction work for highways, roads
- 45233130 Construction work for highways

#### II.2.3) Place of performance

**NUTS** codes

• UKI6 - Outer London - South

Main site or place of performance

Outer London – South

#### II.2.4) Description of the procurement

50:50 joint venture ('JV') between Peabody and a private sector partner ('PSP') to deliver phases 2 and 3 of the South Thamesmead regeneration project.

It is anticipated that the PSP will provide finance, and development management and sales & marketing services to the JV, and may provide construction services.

In total the Development Site is estimated to have capacity for c 730 homes and c 1,000 square foot of community space (the latter assumed to be delivered in Phase 2).

Phase 2 benefits from an outline planning consent for delivery of up to 329 homes and up to 1,050 square metres of commercial floorspace (London Borough of Bexley ref. 16/01287/OUTM). Recent scheme testing estimates capacity for Phase 3 at c 400 homes.

Phase 3 is part of a separate outline application currently being determined by the local planning authority, across a wider area, for up to 1,950 homes and 3,225 square metres of commercial floorspace (ref. 21/01948/OUTEA).

Continued at section III 1.1)

#### II.2.5) Award criteria

Concession is awarded on the basis of the criteria stated in the procurement documents

#### II.2.6) Estimated value

Value excluding VAT: £300,000,000

#### II.2.7) Duration of the concession

Duration in months

120

#### II.2.13) Information about European Union Funds

The procurement is related to a project and/or programme financed by European Union funds: No

#### II.2.14) Additional information

The estimated values in II.1.5, II.2.4 and II.2.6 represent the potential commercial value of the development. However, potential returns will depend on many commercial factors including (but not limited to) the performance of the developer and market conditions. Bidders should seek independent legal and commercial advice in relation to the potential value of the opportunity and overall scheme.

# Section III. Legal, economic, financial and technical information

# III.1) Conditions for participation

# III.1.1) Suitability to pursue the professional activity, including requirements relating to enrolment on professional or trade registers

List and brief description of conditions, indication of information and documentation required

III.1.1) Suitability to pursue the professional activity, including requirements relating to enrolment on professional or trade registers

List and brief description of conditions, indication of information and documents required: 1,000 Characters

Continued from section II2.4)

However the number of homes anticipated in Phase 3 itself is c 400.

This procurement is concerned with Phases 2 and 3 only.

The final composition of the two phases will be determined by detailed planning applications. It is anticipated that commercial space will comprise only a small proportion of floorspace.

It is anticipated the scheme will comprise (by unit):

Phase 2Phase 3Total

Market Sale58%59%59%

Rented Affordable 18% 15% 17%

Shared Ownership24%25%25%

The total gross development value of the scheme is estimated to be £250m - £300m. From start on site the scheme is expected to be delivered within c 3-5 years. However considering potential market fluctuations or unforeseen circumstances, it is anticipated the project may extend up to a period of 10 years.

Please refer to the draft procurement documents being released at this stage, notably the Draft Invitation to Participate in Dialogue and the Draft Heads of Terms, for further information.

#### III.1.2) Economic and financial standing

Selection criteria as stated in the procurement documents

#### III.1.3) Technical and professional ability

Selection criteria as stated in the procurement documents

#### III.2) Conditions related to the concession

#### III.2.2) Concession performance conditions

- all new homes achieve a minimum EPC rating of B (SAP 86)
- 1 apprentice placement should be offered by the contractor for every £2m of contract spend

# Section IV. Procedure

# **IV.1) Description**

#### IV.1.8) Information about the Government Procurement Agreement (GPA)

The procurement is covered by the Government Procurement Agreement: Yes

### IV.2) Administrative information

#### IV.2.2) Time limit for submission of applications or receipt of tenders

Date

20 December 2021

Local time

12:00pm

#### IV.2.4) Languages in which tenders or requests to participate may be submitted

English

# **Section VI. Complementary information**

# VI.1) Information about recurrence

This is a recurrent procurement: No

# VI.2) Information about electronic workflows

Electronic invoicing will be accepted

Electronic payment will be used

# VI.3) Additional information

The Concession Contracts Regulation 2016 (CCR 2016) applies to the competition. The Authority intends to follow a process similar to the Competitive Dialogue procedure described in the Public Contracts Regulations 2015 (as amended) (PCR 2015). However, it reserves the right to deviate from the formalities of the PCR 2015 in conducting the competition due to the flexibilities permitted by the CCR 2016.

Final award criteria and further procurement documents will be provided at the commencement of the competitive dialogue stages to bidders that are shortlisted to participate.

The Authority reserves the right not to award the opportunity or to award only part (or a different arrangement) of the opportunity described in this concession notice.

For more information about this opportunity, please visit the Delta eSourcing portal at:

https://www.delta-esourcing.com/tenders/UK-UK-London:-Building-construction-work./2ND68B5HZ8

To respond to this opportunity, please click here:

https://www.delta-esourcing.com/respond/2ND68B5HZ8

GO Reference: GO-20211116-PRO-19245025

# VI.4) Procedures for review

VI.4.1) Review body

High Court of Justice

The Strand

London

WC2A 2LL

Telephone

+44 2079476000

Country

**United Kingdom** 

#### VI.4.2) Body responsible for mediation procedures

Peabody

Minster Court, 45-47 Westminster Bridge Road

London
SE1 7JB
Telephone
+44 2038284233
Country
United Kingdom
VI.4.3) Review procedure
Precise information on deadline(s) for review procedures
In accordance with Regulation 47 (Notice of decision to award a concession contract); Regulation 48 (Standstill Period) and Regulation 52 to 63 of the Concession Contracts Regulations 2016 (CCR 2016).
Following any decision to award the concession contract, the contracting authority will provide debriefing information to unsuccessful bidders (in accordance with Regulation 47 CCR 2016) and observe a minimum 10 day standstill period (in accordance with Regulation 48 CCR 2016) before the concession contract is entered into.
VI.4.4) Service from which information about the review procedure may be obtained
Peabody
Minster Court, 45-47 Westminster Bridge Road
London
SE1 7JB
Telephone
+44 2038284233
Country
United Kingdom