Pre-Qualification of Contractors (Bidders) and Sub-Contractors (Sub-bidders)

What is Pre-Qualifying?

- Identifying the success record of contractors and major sub-contractors
- Identifying the financial stability of contractors and major sub-contractors
- Identifying the safety record and the safety infractions of contractors and major sub-contractors
- Communicating with contractors' references from educational entities that have undertaken projects similar in size and scope to ours
- Identifying contractors and major sub-contractors who have the necessary manpower to complete projects in a timely manner

Doing all of this <u>before</u> the bidding process.

Why are we coming to you tonight?

• Section 1825 of our Procurement Code requires approval of the Board prior to entering into a pre-qualifying procedure.

1825. <u>PREQUALIFICATION OF CONSTRUCTION BIDDERS</u>. (SC Code § 11-35-1825)

1825.1 District criteria for prequalifying construction bidders and sub-bidders must include, but not be limited to, prior performance, recent past references on all aspects of performance, financial stability, and experience on similar construction projects. The District may use the prequalification process only for projects where the construction involved is unique in nature or over ten million dollars (\$10,000,000) in value as determined by and subject to the approval of the Board. When the prequalification process is employed, only those bidders or sub-bidders who are prequalified through this procedure may submit a bid for the project. The determination of which bidders and sub-bidders are pre-qualified, and entitled to bid, is not protestable pursuant to § 4210 (Protests) or other provisions of this code.

1825.2. Prequalifying Construction Bidders. In accordance with Section 1825.1, the District shall adopt a procedure and a list of criteria for prequalifying construction bidders. (SC Regs. § 19-445.2145(G)).

Why should we pre-qualify for the Byrnes project?

- Cost of the project will require a contractor who can meet the necessary payment and performance bonding requirements
- Jobsite safety for everyone. Through a series of questions, the pre-qualification process addresses the safety record of the contractors and should uncover any OSHA violations that have occurred.
- Very complicated project that will require highly-skilled contractors in order to minimize the negative impact on learning, on activities, and on events.
 - Campus will be occupied during most of the project
 - Events will still be held
 - Connections to existing buildings and utilities
 - Cooperation and flexibility will be extremely important
 - Very tight schedule
- Very visible project that will likely be highly scrutinized
- New companies are surfacing due to the improving economy. An untested upstart is not right for this complicated project in the heart of our high school campus.
- The time to do research is prior to the bid, not after. Disqualification of a bidder after opening is extremely difficult.
- Reduces (but does not eliminate) the District's risks once the project is put out for bids.