Step-by-Step Construction Guide: What is construction bidding?



INTRODUCTION

One of the most important processes we deal with at Construction Guide is construction bidding. It's a vital step in the construction process, but a surprising number of people aren't completely aware of what the process involves. In this article we look at what we mean by a construction bid, and the main steps involved.





WHAT IS A CONSTRUCTION BIDDING?

The main steps involved in the construction tender process are:

- 1. Bid solicitation
- 2. Subcontracting
- 3. Bid submission
- 4. Bid selection
- 5. Contract formation
- 6. Project delivery

Before we look into these in more detail it's first necessary to define exactly what we mean by the construction bidding process.

So what is a construction bid? In short, construction bidding is the process in which a construction firm works out a price for the construction project. They take the plans drawn up by the architect and their consultants, decide on materials and quantities, and then submit a price based on the construction brief. The process usually involves several construction firms, which then bid against each other for the job.

The construction bidding process

As mentioned above, the construction tender process is divided into 6 steps, which are explained in more detail here.

1. Bid solicitation

The first step involves the project owner searching for the initial bids. Before this step they have to assemble a package of documents, which will contain project specifications, drawings, and other documents related to the project's scope. This step is also known as a request for proposal or request to tender, and accurate information is vital to a smooth construction bidding process.

2. Subcontracting

At this point in the construction tender process, a general contractor takes bids from subcontractors for areas of work within the project. This could be for electrical work, HVAC installation, interior design, or many other steps. However, this step might not be completed until after the general contractor actually wins the bid.

3. Bid submission

This step in the construction tender process is relatively self-explanatory, and simply involves the contractor submitting their bid to the owner before the deadline.

WHAT IS A CONSTRUCTION BIDDING?

4. Bid selection

Again, this step is relatively simple. It involves the owner reviewing all submitted bids, scrutinizing their plans, and selecting a winner based on the best bid. This won't always be the cheapest, but that of course helps.

5. Contract formation

Once the owner has selected a bid, the construction tender process enters its final phase. During this step, the terms of the project are finalized between the owner and contractor, and the legal bits are decided and agreed by all parties.

6. Project delivery

This is when the project actually commences and completes. The construction bidding process is officially closed by this point, and the project should go ahead based on the terms agreed in step 5.

CONCLUSION

Although the construction bidding process sounds complicated on the surface, there are ways to simplify it. As a construction firm you have nothing to worry about because Construction Guide is always on hand to assist. We can guide you through the whole process of a construction bid and provide access to the most qualified architects and builders, making the whole thing straightforward. So are you ready to bid out?



ABOUT COMPANY

PREVIOUS PROJECTS AWARDED

Fifth Avenue Penthouse

Architect: Angel Group Scope: 4,100 sq.ft 4 Bedroom Budget: \$ 3,000,000 Duration: 10 months

Fifth Avenue Penthouse

Architect: Carl Shenton Scope: 3,100 sq.ft 4 Bedroom Budget: \$ 2,000,000

Duration: 10 months

361 Broadway - Condominium Conversion

Architect: Shigeru Ban Scope: Interiors 70,000 sq.ft. Budget: \$20,000,000 Duration: On Going

The Puck Building - Residential Conversion

Architect: SBJ Group

Scope: Core and Shell 10,000 sf.ft. Extension

Budget: \$3,100,000 Duration: 4 months

UWS Landmark Townhouse

Architect: Kinlin Rutherford

Scope: 4,500 sq.ft Budget: \$4,000,000 Duration: 11 months

Riverside Drive Landmark Townhouse

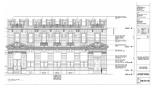
Architect: Steven Harris Scope: 8500 sq.ft Budget: \$ 8,100,000 Duration: 16 months

SOHO Townhouse

Architect: Peter Himmelstein

Scope: 8500 sq.ft Budget: \$ 5,000,000 Duration: 16 months

















PRESS

Many of our projects have received numerous press mentions for the craftsmanship of our builders, vision of our architects and for the commercial success that our construction was able to offer. Construction Guide clients trust in its expertise, guidance, and knowledge of the construction process; here are a few of our more notable projects.

COMMERCIAL OBSERVER "When the Lights Go Out" By Alexandra Appel, July 23, 2019

NEW YORK TIMES: TRAVEL "7 New Hotels in New York City" By Nora Walsh, Jun. 24, 2016

ARCHITECTURAL DIGEST - REAL ESTATE "In New York's Famed Puck Building, a Two-Story Penthouse Is Listed for \$58.5 Million"
By Jennifer Tzeses, Mar. 11, 2016

NEW YORK TIMES: FOOD "At Sessanta in SoHo and L'Amico in Chelsea, Italy Is Merely a Diversion" By Pete Wells, Dec. 8, 2015

NEW YORKER MAGAZINE - RESTAURANTS "At L'Amico and Jams, Two Veteran Chefs Expand Their Brands, With Varying Degrees of Success"
By Adam Platt, Nov. 11, 2015

NEW YORK TIMES: FOOD "Restaurant Review: Danny Meyer's Marta in NoMad" By Pete Wells, Dec. 2, 2014

NEW YORK TIMES - REAL ESTATE "A Twist on the Town House" By Christopher Gray, Jan 26, 2013

NEW YORK TIMES: T MAGAZINE "Now Booking | A Ladies' Hotel Open to All" By Brooke Boob, Aug. 18, 2014

LUXE MAGAZINE
"An 1898 New York Residence with Modern Details"
By Jorge S. Arango

THE COMMERCIAL OBSERVER







The New York Times



CONTACT

- ILYA LUGINTSEV Founder & COO
 - e. ilya@constructionguide.com o. +1 917 757 6617
 - c. +1 646 522 6132
- GENERAL INQUIRES info@constructionguide.com
- ACCOUNT INQUIRES sales@constructionguide.com



