

## **12 CONTRACT 19/33 - ROAD RESEALING OF VARIOUS ROADS**

FILE REFERENCE INT1986965

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### **RECOMMENDATION**

That:

- The tender submitted by Fulton Hogan Industries Pty Ltd to undertake the works associated with Contract 19/33 – Road Resealing of Various Roads within the Cardinia Shire Council be accepted for the contract sum of \$1,300,619.38 (excl. GST);
- The remaining Tenderers be advised accordingly; and
- The common seal of the Council be affixed to the contract documents.

### **Attachments**

1 Confidential Memorandum - Circulated to Councillors only 3 Pages

### **EXECUTIVE SUMMARY**

This report provides consideration for the appointment of a contractor to undertake the road resurfacing of various roads within Cardinia Shire (Contract 19/33).

The proposed works covered under Contract 19/33 include resealing 101 various rural and urban road segments throughout the shire.

Tenders were advertised on 24 August 2019 and closed 17 September 2019 of which, tenders were received from three tenderers.

The tender submitted by Fulton Hogan Industries Pty Ltd provides the best value for money and is the most advantageous for Council. It is therefore recommended that Contract 19/33 for the resealing of various roads within Cardinia Shire be awarded accordingly.

### **BACKGROUND**

Existing sealed roads requiring resurfacing were identified based on Councils' Asset Management System which is based on the age and condition of the existing seals, road classification and traffic volumes.

The proposed works covered under Contract 19/33 include resealing of approximately 101 various rural and urban road segments throughout the Shire.

Tenders were advertised on 24 August 2019 and closed 17 September 2019. A total of three tenders were received.

Tenders were evaluated against the stipulated criteria of Pricing and Value for Money, Compliance with Council Specifications, Capability and Capacity, Experience and Past Performance, Quality Systems, Project Plan, OHS, Financial Viability, Risk and Insurance and Environmental Commitments.

Following an evaluation based on the above criteria, Fulton Hogan Industries Pty Ltd was found to provide the best value for money and it is therefore recommended that the tender submitted by Fulton Hogan Industries Pty Ltd for \$1,300,619.38 (Excl. GST) be accepted.

## **POLICY IMPLICATIONS**

The works have been developed in accordance with Council's Asset Management Plans.

## **RELEVANCE TO COUNCIL PLAN**

This project is consistent with efforts to "maintain all Council roads in a safe and functional condition in accordance with the Road Management Act 2004" and "upgrade local roads to improve safety" as established in the Council Plan, 2018-2022.

## **CONSULTATION/COMMUNICATION**

Residents and commuters directly affected by the resealing works will be notified of programmed works prior to works being undertaken.

## **FINANCIAL AND RESOURCE IMPLICATIONS**

Funding for these roads has been made available in the 2019/20 Capital Works Program - Road Resurfacing. The 2019-20 capital works program has \$3.6 million allocated to the road resurfacing program. This includes asphalt patching, reseal preparation, asphalt overlays and associated line marking.

This contract allows for the spray sealing component of the reseal program. The recommended tender by Fulton Hogan Industries Pty Ltd for \$1,300,619.38 is within the funding available to deliver this particular Contract.

The remaining funds will be used to complete the remaining elements of the resurface program that does not form part of this Contract.

## **CONCLUSION**

It is recommended that the tender submitted by Fulton Hogan Industries Pty Ltd for \$1,300,619.38 (excl. GST) be accepted.