

6.4.4 Contract 22-041 - Construction of First/Grenville Package Phase 1

Responsible GM: Peter Benazic
Author: Doug Evans

Recommendation(s)

That Council award Contract 22-041 First-Grenville Phase 1 to Maca Civil Pty Ltd for the total amount of \$6,855,129.92 excl. GST.

Attachments

1. CONFIDENTIAL - Confidential Memorandum - Circulated to Councillors only [6.4.4.1 - 3 pages]

Executive Summary

The competitive public tender process for the First-Grenville Phase 1 project which forms part of the Sealing the Hills program of works has now closed, and three (3) submissions were received. While the pricing for all submissions received was comparable, Maca Civil Pty Ltd was the only tenderer which met the mandatory requirement of having a current accreditation under the Federal Work Health and Safety Accreditation Scheme. As the Sealing the Hills program of works receives Federal Funding, this accreditation is a funding requirement for any works over \$4million. It is noted that the tender submitted by Maca Civil Pty Ltd has been formally evaluated and they have been deemed suitably capable and resourced to complete the works within an acceptable timeframe. It is further noted that the submission from Maca Civil Pty Ltd for the total amount of \$6,855,129.92 excl. GST can be accommodated within the project budget.

Consequently, it is recommended that Council award the Contract 22-041 First-Grenville Phase 1 to Maca Civil Pty Ltd for the total amount of \$6,855,129.92 excl. GST.

Background

First-Grenville project is a package of roads earmarked for delivery in FY 22/23 and 23/24 under the Sealing the Hills project within the Better Local Roads program. The project is mainly Federally funded with additional funding received through several Special Charge Scheme processes. The scope of the works for these projects includes:

- Pavement widening and reconstruction
- Concrete works (kerb & channel)
- Drainage works and,
- Asphalt wearing surfacing, etc.

As a result of the size and complexity of the roads within the package of works, the First-Grenville project was split into three (3) phases. Phase 1 involves the reconstruction of First Avenue, Grenville Road, Spring Street and Hazel Street in Cockatoo. The roads selected for Phase 1 included all major downstream drainage outfalls for the project and geographic area. Subsequently, and separate to these works, Phases 2 and 3 will involve the upgrade of Second Avenue, Neville Street, Steane Street and Marcelle Street in Cockatoo.

Tenders for RFT22-041 were publicly advertised on 10th September 2022 and closed on 11th October 2022 at 2.00pm. It is a federal funding requirement that for any contracts exceeding \$4M (inclusive of GST), all tenderers are to be prequalified under the Federal Work Health and

Safety Scheme, and Council also set a DoT prequalification level of R2. Due to this requirement, the Construction Contracts Panel could not be utilised.

Tenders were evaluated against the criteria of compliance with the specifications, financial viability, risk and insurance, compliance to conditions of contract, conflict of interest, OHS, quality systems, quality of previous work, project plan, pricing and value for money, compliance with the specifications, capability, relevant experience, and past performance of the tenderer.

Details of the tender evaluation are included in the attached confidential memorandum.

Policy Implications

Development of this Special Charge Scheme has been undertaken in accordance with Council's Special Charge Scheme Policy

Relevance to Council Plan

2.1 We support the creation of liveable spaces and places

2.1.5 Upgrade Council's road network to improve safety and connectivity while considering traffic demand and freight transport needs.

Climate Emergency Consideration

Council declared a climate emergency on 16th September 2019 in response to the overwhelming climate science which indicates rising global temperatures are putting our local economy, people, species and ecosystems at risk. This declaration resolved to:

- Give priority to policy and actions that will provide for both mitigation and adaptation in response to accelerating global warming and climate change

The Council Plan acknowledges tackling climate change and its impact on our environment, economy and people. The effects of climate change are already being seen through more warm spells, frequent and intense downpours and longer fire seasons. It's impacting our biodiversity, water supplies, energy demand and health. As outlined in our Sustainable Environment Policy 2018-28, we recognise that every action our community and Council takes influences our environment. We want to make that influence as positive as possible.

Consultation/Communication

Extensive community consultation has been undertaken for the Sealing the Hills project including throughout the Special Charge Scheme process. The Package 11 First-Grenville Special Charge Scheme was declared at the Council meeting on the 20th June 2022. No objections were received by the statutory date to lodge VCAT objections the 29th July 2022.

Financial and Resource Implications

The Sealing the Hills project is mainly Federally funded with additional funding from Special Charge Schemes. The submission from Maca Civil Pty Ltd for the total amount of \$6,855,129.92 excl. GST can be accommodated within the \$9,343,221.00 of funds allocated from the Sealing the Hills budget for the construction of the First-Grenville project.

Conclusion

It is recommended that the tender submitted by Maca Civil Pty Ltd Contract 22-041 First-Grenville Phase 1 be accepted for the amount of \$6,855,129.92 excl. GST.

Contract 22-041 Construction of First Avenue, Grenville St group Special charge scheme