

5 <u>CIVIL WORKS PACKAGE - LANG LANG RECREATION RESERVE,</u> CT17/04

FILE REFERENCE INT178629

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RECOMMENDATION

That:

- The tender submitted by Lasergrade Pty Ltd to undertake works associated with CT17/04 Civil Works Package Lang Lang Recreation Reserve be accepted by Council for the amount of \$6,189,148;
- The remaining tenderers be advised accordingly and;
- The common seal of the Council be affixed to the contract documents

Attachments

1 Confidential memorandum detailing tenders received circulated to councillors only 3 Pages

EXECUTIVE SUMMARY

This report provides consideration for the appointment of a contractor to undertake the works required under CT17/04 - Civil Works Package - Lang Lang Recreation Reserve.

The package of works under this contract includes the construction of 2 football ovals, 4 netball courts, car parking and access roads, wetland and storm water re-use system, oval irrigation and facility sports lighting.

The tender submitted by Lasergrade for the sum of \$6,189,148 (GST exclusive) represents the best value for money to Council and it is therefore recommended that CT17/04 - Civil Works Package - Lang Lang Recreation Reserve be awarded accordingly.

BACKGROUND

This package of works is the first stage of the Lang Lang Community Recreation Facility Masterplan implementation. The masterplan was adopted by Council on 21 March 2016. This first stage of works includes the construction of 2 football ovals, 4 netball courts, car parking and access roads, wetland and storm water re-use system, oval irrigation and facility sports lighting.

Tenders were advertised in The Age newspaper on Saturday 19 November 2016. Tenders closed on Tuesday 20 December with 10 submissions received (all of which were conforming). Submissions were received from the following companies;

2Construct	BMD Constructions
Canteri Bros	Civilex Victoria
Depan Group	Entracon Civil
Ertech	Goldsmith Civil and Environmental

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Lasergrade Maca Infrastructure

The tenders were checked against a range of non-weighted selection criteria to ensure the viability of the tender submissions. These criteria include: compliance with the specification, compliance with the conditions of contract, occupational health and safety, financial viability, risk and insurance and conflict of interest.

The tenders were also assessed against the weighted criteria capability and capacity, relevant experience and past performance, management systems (quality, safety and environment) and project plan/program.

The tender submitted by Lasergrade for the sum of \$6,189,148 (GST exclusive) provides the best value for money to Council. It is therefore recommended that the tender submitted by Lasergrade be accepted for this contract.

POLICY IMPLICATIONS

Nil

RELEVANCE TO COUNCIL PLAN

The delivery of this project aligns with Councils' plan to provide active and passive recreation facilities to meet the needs of our residents, increase opportunities for our residents to participate in a range of sport, recreation and leisure activities, develop new and maintain existing parks, gardens and reserves in a sustainable way and to plan and develop built environments that support improved health and wellbeing of our communities.

CONSULTATION/COMMUNICATION

Extensive community engagement was undertaken during the development of the masterplan. The detailed design of this civil works package has been subjected to an extensive internal consultative process.

FINANCIAL AND RESOURCE IMPLICATIONS

Total funding available in accordance with the capital works program is \$9,696,000, of which there is \$1,145,000 in this financial year and \$8,551,000 over 2017/20 financial years. There is sufficient funding to proceed with the works.

A financial scorecard review of Lasergrade highlighted some concerns with their financial capacity to undertake the works. Additional security will be held for the duration of construction works and will be a requirement of the acceptance of this contract.

CONCLUSION

It is recommended that the tender submitted by Lasergrade for \$6,189,148 be accepted for CT17/04 - Civil Works Package - Lang Lang Recreation Reserve and that the additional security form part of the contract offer and acceptance.