

9 CONTRACT 17/22 - ROAD CONSTRUCTION, WHEELER RD, MARYKNOLL

FILE REFERENCE INT1754588

RESPONSIBLE GENERAL MANAGER Michael Ellis

AUTHOR Cathal O'Loughlin

RECOMMENDATION

That the:

1. Tender submitted by A1 Civil Pty Ltd be accepted for CT17/22 - Road Construction, Wheeler Road, Maryknoll, for the lump sum price of \$260,554.86 (excluding GST).
2. Remaining Tenderers be advised accordingly;
3. Common Seal of Council be affixed to the contract documents.

Attachments

- 1 Confidential memorandum circulated to councillors only 3 Pages

EXECUTIVE SUMMARY

Tenders were re-sought for construction of a 270m (approx.) section of Wheeler Road, west of Bundilla Rd, Maryknoll. This follows Councils resolution on 18 July 2016 to declare a special charge scheme for these works and initial tendering of works that produced an unsatisfactory result.

This report provides consideration for the appointment of a contractor to undertake the works required under CT17/22 - Road Construction - Wheeler Road, Maryknoll.

The works proposed include sprayed seal surfacing, pavement, kerb & channel (north side only), underground drainage, pavement markings and signage including provision for and management of traffic, safety, the environment and quality.

The Tender received from A1 Civil Pty Ltd provides the best value for money option to Council.

BACKGROUND

This project is listed on the current Special Rate and Charge Scheme Street Construction Program with funding provided in the Capital Works Program.

Tenders were initially advertised on 3 December 2016 resulting in two tenders, which at the time were believed not to represent the best value for money for Council. Tenders were recalled and closed on 13 June 2017. Tenders submissions were lodged by the following organisations:

A1 Civil Pty Ltd;
Services South East Pty Ltd

Works proposed include sprayed seal surfacing, pavement, kerb & channel (partly on north side only), underground drainage, pavement markings and signage including provision for and management of traffic, safety, the environment and quality.

The tenders were checked against a range of non-weighted selection criteria to ensure the viability of tender submissions. These criteria include compliance with the specification, occupational health and safety, financial viability, risk and insurance, compliance to conditions of contract and conflict of interest. The tenders were also assessed against the weighted criteria, capability and capacity, relevant experience and past performance and project plan.

The Tender received from A1 Civil Pty Ltd provides the best value for money option to Council. It is therefore recommended that the tender submitted by A1 Civil Pty Ltd be accepted for this contract.

POLICY IMPLICATIONS

This special charge scheme was developed in accordance with the provisions of the Local Government Act 1989, Cardinia Shire Council's Special Rate and Charge Policy and 5 year Special Rate and Charge Scheme Program which is based on community benefit, health, safety, amenity and landowner support. Tendering of the work has been conducted in accordance with the Local Government Act including Council's Procurement Policy.

RELEVANCE TO COUNCIL PLAN

Development and delivery of Special Rate and Charge Schemes directly relates to the Council Plan goal of increasing the use of these schemes to finance road improvement programs.

CONSULTATION/COMMUNICATION

Community consultation has been conducted in accordance with the provisions of the Local Government Act 1989 and Cardinia Shire Council's Special Rate and Charge Policy.

FINANCIAL AND RESOURCE IMPLICATIONS

The budget available to contribute towards this scheme is \$250,000 in accordance with the capital works program comprising contributions from landowners, developers and Council.

Acceptance of the recommended tender will result in an estimated scheme cost of \$260,554.86 being \$10,554 in excess of budget available. It is anticipated that the contingency provision of \$34,000.27 will not be fully committed, therefore any over expenditure is expected to be minimal.

CONCLUSION

It is recommended that the tender submitted by A1 Civil Pty Ltd be accepted for CT17/22 - Road Construction - Wheeler Road, Maryknoll for the lump sum price of \$260,554.86 (excluding GST).