

10.2 Contract Award Norman Road, Aldinga Beach road construction (Tender # 06156)

This report is seeking Council approval to award the contract for stage 1 of the road reconstruction and drainage works on Norman Road, Aldinga Beach.

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Contact Number: 8384 0161
File Reference: Nil
Attachments: 1 Tender Evaluation
2 Site location map

1 Executive Summary

1.1 Topic

This report is seeking Council approval to award the contract for stage 1 of the road reconstruction and drainage works on Norman Road, Aldinga Beach.

1.2 Context

The pricing was received through an open tender process and assessed through Council's Contract Management System (CMS) Tender # 06156 (Attachment 1).

The contract value of the Norman Road reconstruction project falls outside the Chief Executive Officer's (CEO) delegated authority, therefore requiring a decision of Council.

There is a budget shortfall of \$43,881.88 for the project and it is recommended that this amount be sourced from available funds within Urgent and General Road works.

1.3 Suggested Outcome

The proposed outcome of this report is that Council approves the awarding of the contract as recommended by the assessment team in conjunction with the Manager Infrastructure.

2 Recommendation(s)

1. a) **That under the provisions of Section 90(2) of the Local Government Act 1999 an order be made that the public be excluded from attendance at the meeting in order to consider in confidence this item.**

b) **That the Council is satisfied that it is necessary that the public be excluded to enable the Council to consider the report at the meeting on the following grounds:**

- **Section 90 (3)(k) tenders for the supply of goods, the provision of services or the carrying out of works.**

c) **That accordingly, on this basis the principle that meetings of the Council should be conducted in a place open to the public has been outweighed by the need to keep the information or discussion confidential.**

2. **That for the construction of the tendered section of Norman Road, Aldinga Beach, Council:**

- Accept the tender proposed by ADCIV Pty Ltd for the civil construction of a section of Norman Road at a cost of \$592,881.88 (\$652,170.00 gst incl).**
- Note that \$43,881.88 will be sourced from Urgent and General Roadworks.**
- Authorise the Chief Executive Officer to sign all required documentation.**

3. **That an order be made under the provisions of Section 91(7) and (9) of the Local Government Act 1999 that the abovementioned document (or part of such document) including the minutes and the report of the Council relating to discussion of the subject matter of that document, having been dealt with on a confidential basis under Section 90 of the Act, should be kept confidential on the grounds of information contained in 90(3)(k) until the tender has been awarded and signed.**

3 Consultation

3.1 Community

Nil

3.2 Elected Members

Nil

3.3 Staff

General Manager City Services, Beth Davidson-Park

Manager Infrastructure, Kirk Richardson

Manager Design and Open Space, Andrew Aitken

Team Leader Design, Stephen Fines Philips

Team Leader Contracts, John Braun

Project Officer Project, Mark Grundy

3.4 Others

Nil

4 Resource Implications

Nil

4.1 Financial

4.1.1 Current

The 2006/07 budget for Norman Road PID # 4203 is \$549,000. Costs for the project are reflected in the table below:

	Contract Pricing (preferred tenderer) (excl gst)	Budget
Norman Road PID # 4203	\$592,881.88	\$549,000
Urgent and General PID # 013005		\$43,881.88
Total	\$592,881.88	\$592,881.88

The overall shortfall of funds to successfully undertake the Norman Road reconstruction project is \$43,881.88. It is proposed that this sum be made available through Urgent and General Road works Business Unit, which currently has \$47,000 yet to be allocated to works for the 2006/07 financial year.

Key Factors

5 Discussion

The Norman Road reconstruction project (Attachment 2) was approved through the 2006/2007 budget process.

The works to be undertaken encompass roadside drainage works, road reconstruction and junction works (road safety and drainage) at the junction with Justs Road.

In March 2007 open tender documentation was prepared for the Road Reconstruction Works. The tender process allowed for a site meeting with the

contractors and Council staff allowing visual inspection and an opportunity to discuss construction methodologies (eg access issues, etc).

Four civil construction contractors submitted a schedule of rates based upon Council supplied specifications and construction designs. The following table summarises the tender rates:

Tenderer	Tendered Amount (GST Inclusive)	Tendered Amount (GST Exclusive)
ADCIV Pty Ltd	\$652,170.00	\$592,881.88
Lorenzin Construction Pty Ltd	\$754,816.00	\$686,196.36
Beltrame Civil Pty Ltd	\$984,610.00	\$895,100.00
JJ McDonald & Sons Engineering Pty Ltd	\$976,847.00	\$888,042.72

