

### 4.3 TENDER FOR DRAINAGE PIT & PIPE WORKS TO VARIOUS SITES (CF2022043:AA)

Responsible Director: Deb Cailles

#### **RECOMMENDATION\***

*That Council:*

1. *Awards the tender from Comar Constructions Pty Ltd for the following four (4) projects as part of the Drainage Pit & Pipe Works to Various Sites Contract No. 2022043:*
  - a. *Project 1: Doubell Close, Glen Waverley for the fixed Lump Sum Price of \$468,316.20 with an extra \$70,250 for Contingencies and \$36,850 for Provisional Items;*
  - b. *Project 4: View Street, Clayton for the fixed Lump Sum Price of \$212,249.40 with an extra \$32,000 for Contingencies and \$21,000 for Provisional Items;*
  - c. *Project 5: Layton Court, Glen Waverley for the fixed Lump Sum Price of \$152,773.50 with an extra \$23,000 for Contingencies and \$3,080 for Provisional Items; and*
  - d. *Project 6: Banksia Street, Clayton for the fixed Lump Sum Price of \$47,668.50 with an extra \$7,190 for Contingencies and \$1,100 for Provisional Items.*
2. *Awards the tender from Kalow Holdings Pty Ltd for the following three (3) projects as part of the Drainage Pit & Pipe Works to Various Sites Contract No. 2022043:*
  - a. *Project 2: Highland Avenue, Oakleigh East for the fixed Lump Sum Price of \$80,392.40 with an extra \$13,000 for Contingencies and \$8,500 for Provisional Items;*
  - b. *Project 3: Maureen Street, Mount Waverley for the fixed Lump Sum Price of \$237,297.50 with an extra \$24,000 for Contingencies and \$13,000 for Provisional Items; and*
  - c. *Project 7: Morton Road, Burwood for the fixed Lump Sum Price of \$22,082.50 with an extra \$3,600 for Contingencies.*
3. *Authorises the Chief Executive Officer to execute the contract agreements;*
4. *Notes that the contract awarded to Comar Constructions Pty Ltd is expected to commence in March 2022 and is anticipated to be completed by June 2022;*
5. *Notes that the contract awarded to Kalow Holdings Pty Ltd is expected to commence in February 2022 and is anticipated to be completed by June 2022; and*
6. *Notes that the anticipated project expenditure including the fixed Lump Sums, Contingencies, Provisional Items and Project Management / Delivery Fees for the projects awarded to Comar Constructions Pty Ltd & Kalow Holdings Pty Ltd is \$1,142,577.60 and \$438,172.40 respectively, with an overall expenditure across all projects of \$1,580,750.*

*(\*Please note that all dollar figures are GST Inclusive unless stated otherwise).*

## INTRODUCTION

Council has conducted a tender for 2022043 for Drainage Pit & Pipe works for seven separate projects. The seven projects were tendered together allowing Council the opportunity to appoint a single Contractor or multiple Contractors across some or all of the seven separate projects.

As part of its planning process for this tender, Council Officers considered its procurement options, including whether to go to market itself, participate in regional or sector collaboration or to access established contracts via other compliant Procurement agreements. Each worksite within the City of Monash has its unique physical constraints and requirements and therefore it was decided that there was limited opportunity for collaboration to procure the construction works. In this instance it was determined that the best procurement outcome would be achieved by conducting a single tender event for all drainage projects to attract a range of contractors and submissions.

## BACKGROUND

Council has tendered for a package of drainage works to renew, upgrade existing or construct new drainage at seven locations across the municipality ensuring that Council's stormwater system is managed to operate to meet community expectations in alignment with the Stormwater Asset Management Plan.

These projects have been identified as the highest priorities from the following programs:

### ***Developer Contribution Program (DCP) – Projects 1, 2, 3, 5 & 6***

Private developments requiring planning approval are required to provide a stormwater detention system to ensure stormwater runoff is capped at 35% coverage or pay a contribution to Council in lieu of this requirement. Contributions are used to upgrade drainage within these individual catchment areas. An additional similar sum of Council funds to the DCP are allocated annually to be used to upgrade drainage at identified priority sites across the municipality.

### ***Drainage Rehabilitation Program – Project 4***

This program funds delivery of drainage projects to replace existing drains that have been identified through asset condition inspections as having significant damage or failures and are at end of life.

### ***Local Drainage Program – Project 7***

This program funds delivery of smaller drainage projects that have been identified to address localised drainage issues related to system capacity, asset condition & poor operational performance (ie surcharge and scouring of open space/land, increased frequency of maintenance etc). Projects in this category are prioritised based on resident enquiries, condition assessment and increased maintenance or operational issues identified through Council's maintenance teams.

**Project 1: C01220 - Doubell Close, Glen Waverley**

New drainage to address overland flows in intense storms & flooding to properties. Includes landscaping & private property reinstatement following construction of new easement drain, works within the local road network and connection to drainage within the Glen Waverley Golf Course. Extensive consultation & engagement has been undertaken with all residents on a one-to-one basis in particular for this project where the proposed drainage is to be constructed through private properties along the easement.

The completion of this project will;

- minimize drainage problems for residents and road users;
- Improve amenity in terms of reduced flooding occurrences;
- Reduce social impacts associated with residents displacement due to flooded homes;
- Reduction of damage to residential properties and improved safety to road users.

**Project 2: C01615 - Highland Avenue, Oakleigh East**

New drainage to address overland flows from Ferntree Gully Road discharging into private properties along the west side of Highland Avenue.

**Project 3: C01614 - Maureen Street, Mount Waverley**

New and upgraded drainage to address flooding at low points within Maureen & Kathleen Streets to protect private properties during higher intensity storms.

**Project 4: C01608 - View Street, Clayton**

Renewal and upgrade damaged, disjointed street drainage along View Street between Scotsburn Avenue and 9 View Street to protect private properties and road from flooding.

**Project 5: C01787 - 4 Layton Court, Glen Waverley**

New drainage to address flooding in court bowl to protect private properties in Layton Court and Campbell Street during higher intensity storms.

**Project 6: C01616 - 29 - 32 Banksia Street, Clayton**

New drainage to address flooding in court bowl to protect private properties in Banksia Street and Margaret Street during higher intensity storms.

**Project 7: C01613 - 42-50 Morton Road, Burwood**

New drainage in reserve to connect the house drains in Morton Road to prevent erosion of reserve.

**NOTIFICATION**

A public notice was placed in The Age newspaper on 15 September 2021 and the tender closed on 27 October 2021.

**TENDERS RECEIVED**

Tender submissions were received from the following six (6) suppliers by the appointed closing time.

| No. | Tenderer                         |
|-----|----------------------------------|
| 1   | APS Drainage and Civil           |
| 2   | Civilink Group Pty Ltd           |
| 3   | Comar Constructions Pty Ltd      |
| 4   | G&S Fortunato Group Pty Ltd      |
| 5   | Holman Vic Constructions Pty Ltd |
| 6   | Kalow Holdings Pty Ltd           |

### TENDER CONFORMANCE

All submissions were assessed for their compliance with the tender conditions including the contractual terms and conditions and the requirements of the response schedules.

Two (2) submission were deemed non-conforming and these submission were not evaluated further.

### TENDER EVALUATION

All members of the evaluation panel signed Conflict of Interest and Confidentiality forms and no conflicts were raised.

The remaining four (4) conforming tenderers were assessed in accordance with the evaluation criteria published in the tender documentation:

| Pass/Fail Assessment Criteria        | Score     |
|--------------------------------------|-----------|
| Scope Requirements                   | Pass/Fail |
| Quality Systems (if applicable)      | Pass/Fail |
| OHS                                  | Pass/Fail |
| Mandatory Insurances (if applicable) | Pass/Fail |

| KEY SELECTION CRITERIA |                            | CRITERIA WEIGHTINGS | SUB WEIGHTINGS | SUB CRITERIA /RETURNABLE SCHEDULES LINK   |
|------------------------|----------------------------|---------------------|----------------|---|
| 50% NON-PRICE CRITERIA | Capacity and Capability    | 20%                 | 5%             | Experience  |
|                        |                            |                     | 5%             | Resources   |
|                        |                            |                     | 5%             | Risk Management   |
|                        |                            |                     | 3%             | Legal Compliance  |
|                        |                            |                     | 2%             | Performance and Innovation  |
|                        | Project Timelines          | 10%                 | 4%             | Start and Completion timeframe  |
|                        |                            |                     | 6%             | Proposed Program  |
|                        | Sustainability (Mandatory) | 20%                 | 8%             | Environmental Sustainability  |
|                        |                            |                     | 6%             | Local Sustainability  |
|                        |                            |                     | 6%             | Social Sustainability   |
| PRICE (50%)            | Price                      | 50%                 | 50%            | Comparison of Whole of Life Cost or Total Project Cost or Estimated Annual Cost |

## DISCUSSION

The evaluation panel conducted interviews with the highest ranked Contractors to confirm their capacity to deliver one or more projects, resourcing & experience of key staff they would assign to these works, that they clearly understood the scope of works and any complexities, to confirm their submitted tender pricing and to understand their work methodology.

The final evaluation (including price and non-price evaluation criteria) ranked the following two (2) suppliers the highest for the following respective projects.

### **COMAR CONSTRUCTIONS PTY LTD**

- Project 1: Doubell Close, Glen Waverley
- Project 4: View Street, Clayton
- Project 5: 4 Layton Court, Glen Waverley
- Project 6: 29 – 32 Banksia Street, Clayton

### **KALOW HOLDINGS PTY LTD**

- Project 2: Highland Avenue, Oakleigh East
- Project 3: Maureen Street, Mount Waverley
- Project 7: 42 – 50 Morton Road, Burwood

As such, the evaluation panel recommends these suppliers as representing the best value outcome for Council.

Awarding the projects to two contractors enables Council to deliver all drainage projects in parallel to meet the required completion timelines, undertake the works during dryer

weather and re-establish of grassed areas, landscaping & planting during the cooler months of the year.

The contracts are anticipated to commence in March 2022 and be completed by June 2022.

#### FINANCIAL IMPLICATIONS

| <b>ADOPTED PROJECT BUDGET ALLOCATION</b>   | <b>(GST excl.)</b>    | <b>(GST incl.)</b>    |
|--|-----------------------|-----------------------|
| <b>Project 1: C01220</b> - Doubell Close, Glen Waverley                                | \$570,000.00          | \$627,000.00          |
| <b>Project 2: C01615</b> - Highland Avenue, Oakleigh East                              | \$335,000.00          | \$368,500.00          |
| <b>Project 3: C01614</b> - Maureen Street, Mount Waverley                              | \$285,000.00          | \$313,500.00          |
| <b>Project 4: C01608</b> - View Street, Clayton  | \$260,000.00          | \$286,000.00          |
| <b>Project 5: C01787</b> - 4 Layton Court, Glen Waverley                               | \$210,000.00          | \$231,000.00          |
| <b>Project 6: C01616</b> - 29 - 32 Banksia Street, Clayton                             | \$110,000.00          | \$121,000.00          |
| <b>Project 7: C01613</b> - 42-50 Morton Road, Burwood                                  | \$40,000.00           | \$44,000.00           |
| <b>TOTAL PROJECT BUDGET</b>  | <b>\$1,810,000.00</b> | <b>\$1,991,000.00</b> |
| <b>Estimated project expenditure based upon Comar Constructions Pty Ltd Submission</b> |                       |                       |
| Cumulative Lump Sum Price: Projects 1, 4, 5 & 6  | \$800,916.00          | \$881,007.60          |
| Contingency Sum  | \$120,400.00          | \$132,440.00          |
| Provisional Items  | \$56,390.90           | \$62,030.00           |
| Total Project Management/Delivery Fees   | \$61,000.00           | \$67,600.00           |
| <b>ESTIMATED EXPENDITURE: PROJECTS 1, 4, 5 &amp; 6</b>                                 | <b>\$1,038,706.90</b> | <b>\$1,142,577.60</b> |
| <b>PROJECT BUDGET ALLOCATION: PROJECTS 1, 4, 5 &amp; 6</b>                             | <b>\$1,150,000.00</b> | <b>\$1,265,000.00</b> |
| <b>Estimated project expenditure based upon Kalow Holdings Pty Ltd Submission</b>      |                       |                       |
| Cumulative Lump Sum Price; Projects 2, 3 & 7   | \$308,884.00          | \$339,772.40          |
| Contingency Sum  | \$36,909.10           | \$40,600.00           |
| Provisional Items  | \$19,545.45           | \$21,500.00           |
| Total Project Management/Delivery Fees   | \$33,000.00           | \$36,300.00           |
| <b>ESTIMATED EXPENDITURE: PROJECTS 2, 3 &amp; 7</b>                                    | <b>\$398,338.55</b>   | <b>\$438,172.40</b>   |
| <b>PROJECT BUDGET ALLOCATION: PROJECTS 2, 3 &amp; 7</b>                                | <b>\$660,000.00</b>   | <b>\$726,000.00</b>   |
| <b>ESTIMATED PROJECT EXPENDITURE ALL PROJECTS</b>                                      | <b>\$1,437,045.45</b> | <b>\$1,580,750.00</b> |

The anticipated project expenditure is below the allocated budget. Any surplus funds at completion of construction will be returned to the 2021/22 Capital Works budget.

**SUSTAINABILITY OUTCOMES**

As part of Council's commitment to sustainability this project involves the use of:

1. Environmental Sustainability: Where possible the Contractor will reuse on site material or will dispose of demolition material in an environmentally sensitive manner rather than sending to landfill.

Further, the materials specified for the construction have utilised recycled materials where feasible. This includes recycled crushed rock and reuse of topsoil.

Construction of these projects will address flooding issues associated with larger storm events which will have a positive impact on reducing the likelihood & extent of overland flows & floodwaters eroding open spaces creating sediment runoff and destruction of vegetation in public & private properties.

2. Local Sustainability: Both Contractors will purchase goods, services, and materials within the City of Monash where possible.
3. Social Sustainability: Both Contractors do not employ any staff residing within the City of Monash, however they will purchase materials within the City of Monash where practical.

**CONCLUSION**

That Council approves the recommendations contained within this report.