

4.4 TENDER FOR ROAD RECONSTRUCTION - NORMANBY STREET, HUGHESDALE (2022048: AC)

Responsible Director: Deb Cailes

RECOMMENDATION*

That Council:

- 1. Awards the tender from CDN Constructors Pty Ltd for Road Reconstruction - Normanby Street, Hughesdale, Contract No. 2022048 for the fixed Lump Sum Price of \$1,456,240.50 with an extra \$220,000 for Contingencies and \$118,525 for Provisional Items;*
- 2. Authorises the Chief Executive Officer to execute the contract agreement;*
- 3. Notes that the contract is anticipated to commence on 4 April 2022 and the expected completion date is 31 December 2022; and*
- 4. Notes that the anticipated project expenditure including the Fixed Lump Sum, Contingencies, Provisional Items and Project Management & Design Fees is \$1,851,965.50.*

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

INTRODUCTION

Council has conducted a tender for Road Reconstruction - Normanby Street, Hughesdale.

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. Due to the site-specific complexities of this project, it was decided to procure this project independently.

BACKGROUND

Council is seeking to appoint a Contractor for the road reconstruction of Normanby Street, Hughesdale.

Normanby Street Hughesdale between Dallas Avenue and Kangaroo Road is in poor condition as identified through proactive asset condition inspections, is at end of life and scheduled for renewal / reconstruction.

This road has been identified as a priority for renewal as the road can no longer be maintained to a reasonable standard with routine maintenance. In addition drainage and footpath assets are to be renewed & upgraded to meet current service requirements & standards.

The scope of Works includes:

- The installation of new stormwater drainage pipes and pits to improve drainage in the street;
- Connection of private property drainage outlets to new drainage;
- Widening of the road pavement to accommodate parking on both sides whilst enabling sufficient room for a vehicle to travel along the street;
- Reconstruction of new kerb and channel;
- Reconstruction of private vehicle crossings to new line and level to eliminate scraping of the under carriage of vehicles when exiting or entering the driveways;
- Removal of some trees to enable the construction of stormwater drains, pits, and kerb & channel;
- Asphalt resurfacing & pavement patching;
- Minor footpath and associated works; and
- Replacement nature strip tree planting.

NOTIFICATION

A public notice was placed in The Age newspaper on 2 October 2021 and the tender closed on 22 October 2021.

TENDERS RECEIVED

Five (5) tender submissions were received by the appointed closing time.

The tenders received are listed below:

TENDERERS SUBMITTED	
1	CDN Constructors Pty Ltd
2	Civilink Group Pty Ltd
3	Delfino Paving
4	G&S Fortunato Group Pty Ltd
5	Parkinson Group (VIC) 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.

One (1) submission was deemed non-conforming and this submission was 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 conforming tenderers were assessed in accordance with the evaluation criteria published in the tender documentation:

Pass/Fail Assessment Criteria	Score
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 final evaluation ranking (including the price and non-price evaluation criteria) had CDN Constructors Pty Ltd ranked highest

CDN Constructors Pty Ltd was interviewed by the evaluation panel to further discuss Council's expectations and clarify their previous experience in similar projects.

Council officers visited a road reconstruction project which was completed by CDN Constructors Pty Ltd recently to check on the quality of works, which were to a high standard. Council also completed a reference check which was satisfactory.

The evaluation panel recommends CDN Constructors Pty Ltd as representing the best value outcome for Council.

FINANCIAL IMPLICATIONS

BUDGET DETAILS	GST exclusive	GST inclusive
Project C-01555 - Road Reconstruction - Normanby Street, Hughesdale	\$2,000,000*	\$2,200,000
TOTAL PROJECT BUDGET	\$2,000,000	\$2,200,000
Estimated Project Expenditure based upon CDN Constructors Pty Ltd Submission		
Lump Sum Price	\$1,323,855	\$1,456,240.50
Contingency	\$200,000	\$220,000.00
Project Management/Design Fees	\$52,000	\$57,200.00
Provisional Items	\$107,750	\$118,525.00
ANTICIPATED PROJECT EXPENDITURE	\$1,683,605	\$1,851,965.50

* The project includes \$806,518 (GST Excl) of Federal Government, Roads to Recovery (R2R) Grant Funding.

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 includes the following benefits:

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, recycled asphalt, mulched tree stumps and reuse of topsoil.

Nature Strip tree replacement planting will be undertaken as part of this project.

The reconstructed road is being widened and will enable vehicles to park on both sides of Normanby Street meaning there is no need for motorists to park on nature strips as currently is the case. This will have a positive impact on reducing the likelihood & extent of bare/eroded nature strips, compaction of soils and the impact on street trees from these vehicles resulting in a healthier streetscape.

2. Local Sustainability: The Contractor will purchase goods, services, and materials within the City of Monash where possible.
3. Social Sustainability: CDN Constructors employ two local staff and will purchase materials within the City of Monash where practical.

CONCLUSION

That Council approves the recommendations contained within this report.