

### 7.4.3 CONTRACT NO. 2025022: 2024-25 ROAD RECONSTRUCTION WORKS TO VARIOUS SITES PACKAGE NO. 2

<b>Responsible Manager:</b>	Andrew Andonopoulos, Manager Capital Works
<b>Responsible Director:</b>	Jarrold Doake, Director City Services

#### RECOMMENDATION

##### That Council

1. Awards the tender from Prestige Paving Pty Ltd for 2024-25 Road Reconstruction Works to Various Sites Package No. 2 - Project A: Danien Street, Glen Waverley - Road Rehabilitation, Contract No. 2025022 for a fixed Lump Sum of \$612,723.34 with an extra \$61,600 for Contingencies.
2. Awards the tender from Prestige Paving Pty Ltd for 2024-25 Road Reconstruction Works to Various Sites Package No. 2 - Project B: Hughesdale LATM Delivery, Contract No. 2025022 for a fixed Lump Sum of \$140,429.14 with an extra \$14,300 for Contingencies.
3. Awards the tender from Prestige Paving Pty Ltd for 2024-25 Road Reconstruction Works to Various Sites Package No. 2 – Project C: Mini roundabout Phase-2 (Mount Waverley, Huntingdale), Contract No. 2025022 for a fixed Lump Sum of \$385,233.17 with an extra \$41,800 for Contingencies.
4. Awards the tender from Prestige Paving Pty Ltd for 2024-25 Road Reconstruction Works to Various Sites Package No. 2 – Project D: Mini roundabout Phase-3 (Oakleigh & Oakleigh east), Contract No. 2025022 for a fixed Lump Sum of \$392,200.77 with an extra \$42,900 for Contingencies.
5. Authorises the Chief Executive Officer to execute the contract agreement.
6. Notes that the contract is anticipated to commence on 6 January 2025 and the expected completion date is 24 April 2025.
7. Notes that the anticipated project expenditure for the four projects including the Fixed Lump Sum, Design Fees, Lighting Upgrades and Project Management/Delivery Fees is \$2,003,586.41 with a further allocation of \$160,600 for Contingencies.

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

#### INTRODUCTION

Council has conducted a tender for 2025022 2024-25 Road Reconstruction Works to Various Sites Package No. 2.

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 site-specific constraints and of each individual project there was limited opportunity for regional or sector collaboration.

Council Officers recognised an opportunity in combining multiple projects requiring similar works in a single procurement package to attract a wider range of suppliers, incentivise potential efficiencies including pricing, programming, preliminaries/administration and material procurement whilst retaining the flexibility to award one or more projects to a single or multiple contractors.

## COUNCIL PLAN STRATEGIC OBJECTIVES

### Sustainable City

Prioritise sustainable transport options, including walking/ cycling paths and public transport.

### Inclusive Services

Renew our community assets to deliver contemporary services.

### Good Governance

Ensure a financially, socially and environmentally sustainable organisation.

## BACKGROUND

Council is seeking to appoint suppliers for road reconstruction & LATM works to various sites.

**Project A - Danien Street, Glen Waverley - Road Rehabilitation:** The Road Rehabilitation works at Danien Street will ensure that Council's local road system is managed to operate to meet community expectations in alignment with the Roads Asset Management Plan. These works will rebuild the failed sections of road pavement, improving the service life, decrease ongoing maintenance costs, minimise drainage issues, resolve vehicle scraping and improve overall safety for vehicles and pedestrians using the roadway.

A summary of the scope of works for Project A is as follows:

- Pavement & drainage rehabilitation
- Footpath, kerb & channel and vehicular crossover reinstatement
- Reconstruction of road humps and traffic islands
- Sign installation and associated pavement markings

**Project B - Hughesdale LATM Delivery:** Hughesdale LATM includes the installation of physical treatments designed to address the safety concerns identified through the LATM study. The final traffic management plan was formally approved by Council in 2022 and this is the last phase of the two phases for the endorsed Hughesdale LATM. The delivery of these works will improve road safety throughout Hughesdale.

A summary of the scope of works for Project B is as follows:

- Concrete roundabout, pavement reconstruction, pram crossings, sign installation and associated pavement markings at Euston Road & Clapham Road Intersection, Hughesdale.
- Traffic Island and pram crossings at Euston Road & Wilbur Crescent intersection and Euston Road & Corr Street intersection, Hughesdale.

- Construction of road humps, pavement marking & sign installation at Neerim Road and 1316 Dandenong Road (Service Road) intersection, Hughesdale

**Project C & D - Mini Roundabout Phases 2 & 3:** The installation of mini roundabouts externally funded by Safe Local Roads and Streets Program (SLRSP) aims to reduce traffic speeds along local roads using the proposed physical treatments. These works will also improve driver awareness, require motorists from all directions to slow and/or stop to give way and will improve safety at the intersection for all users.

The works include the construction of concrete roundabouts, pavement reconstruction, pram crossings, sign installation and associated pavement markings at the following intersections:

Project C - Mini Roundabout Phase-2:

- Talbot Road & Alison Street – Mount Waverley
- Pamela Street & Bernard Street – Mount Waverley
- Doynton Parade & Wingate Avenue – Mount Waverley
- Doynton Parade & Morrison Court – Mount Waverley
- Shafton Street & Garnett Street – Huntingdale

Project D - Mini Roundabout Phase-3:

- Connell Road & Heath Avenue– Oakleigh
- Schoolhall Street & Hatter Street– Oakleigh
- Schoolhall Street & Abbeygate Street– Oakleigh
- Macrina Street & Noona Street– Oakleigh East
- Macrina Street & Albany Street– Oakleigh East

### NOTIFICATION

A public notice was placed in The Age newspaper on 7 September 2024 and the tender closed on 2 October 2024.

### TENDERS RECEIVED

Tender submissions were received from the following twelve suppliers by the appointed closing time.

TENDERERS SUBMITTED	
1	Allgood Contracting Pty Ltd
2	Blue Peak Constructions Pty Ltd
3	CDN Constructors Pty Ltd
4	Etheredge Mintern Pty Ltd
5	Fulton Hogan Industries

6	Kaizen Civil Pty Ltd
7	Markon Infrastructure Pty Ltd
8	Novacon Group
9	Parkinson Group (Vic) Pty Ltd
10	Presta & Sons
11	Prestige Paving Pty Ltd
12	United Civil Constructions

### CONFORMANCE SUMMARY

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 submission was deemed non-conforming for Project C and Project D only, and this part of their submission was not evaluated further.

### TENDER EVALUATION

In accordance with the Procurement Policy, the evaluation panel and evaluation criteria weightings were nominated prior to opening the Tender.

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

The shortlisted tenders were assessed in accordance with the following criteria as per the tender documentation.

ASSESSMENT CRITERIA	
Quality Systems	Pass/Fail
OHS	Pass/Fail
Mandatory Insurances	Pass/Fail

KEY SELECTION CRITERIA	CRITERIA WEIGHTINGS	SUB CRITERIA WEIGHTINGS	SUB CRITERIA
Capacity and Capability	20%	6%	Experience
		5%	Resources
		6%	Risk Management
		2%	Legal Compliance
		1%	Performance and Innovation
Project Timelines	10%	4%	Start and Completion timeframe
		6%	Proposed Program
Sustainability	10%	4%	Environmental Sustainability
		3%	Local Sustainability
		3%	Social Sustainability
Price	60%	60%	Price

## DISCUSSION

All tender submissions were assessed against the tender evaluation criteria (including the price and non-price evaluation criteria). After the initial assessment of the qualitative / non price assessment criteria, it was found that one out of the twelve tenderers received a total qualitative score of less than 20%. As per the published tender conditions, Council reserves the right to disqualify a tenderer if their total qualitative score is less than half of the nominated total qualitative score. Therefore, this tenderer was disqualified and not evaluated further.

The Tender Evaluation Panel (TEP) compared the relevant experience of the remaining eleven tenderers and all demonstrated a capability to deliver the projects. The TEP concluded that the three highest ranked tenderers be interviewed.

The evaluation panel conducted an interview with the shortlisted tenderer to further confirm their:

- Experience
- Resourcing, capability and capacity to deliver one or two projects
- Risk Management, Traffic Management and Stakeholders Management
- Construction Methodology
- Commencement and construction timeframe
- Innovation

**Markon Infrastructure Pty Ltd (Projects B & C)** has been in business for 3 years and specializes in civil infrastructure works. Markon has previously delivered civil projects for City of Monash. During the interview they demonstrated a good appreciation of site constraints and issues which

highlighted their experience in works of similar nature. They are considered capable of delivering a project of this type.

**Etheredge Mintern Pty Ltd (Project A)** has 40 years of experience in providing civil construction services and has previously successfully completed similar civil projects for various councils including Yarra Ranges, Maroondah and Knox. During the interview, Etheredge demonstrated a good understanding of the proposed works and provided good management systems for every aspect of the project.

**Prestige Paving Pty Ltd (Project A, B, C & D)** have previously successfully completed civil projects for multiple councils such as Kingston, Maroondah, Darebin and Whitehorse City Councils. Prestige Paving is currently one of Monash Council’s annual supply contractors.

Prestige demonstrated a good understanding of the scope of works supported by good experience delivering drainage, road rehabilitation, concrete mini roundabout projects of a similar nature. They have also been awarded Council’s Mini Roundabout Phase-1 in September 2024 and the works are currently under construction and the targeted completion date is 15 December 2024.

During the interview Prestige highlighted key construction risks, as well as demonstrated their ability to work collaboratively with stakeholders. They propose to commence construction on 6 January 2025 and confirmed that they can complete the contract by 24 April 2025. Prestige also provided a \$27,500 (GST incl.) discount off the tendered price if awarded four projects.

Through the tender interviews all shortlisted tenderers demonstrated good understanding of the projects, highlighted the key risks and confirmed their delivery programs. The TEP completed their evaluation based upon the submissions and further information determined through the tender interviews.

Reference checks have been conducted on Prestige Paving Pty Ltd and positive responses have been received regarding their previous performance in terms of project management and construction management.

An independent financial assessment was conducted on Prestige Paving Pty Ltd by Corporate Scorecard with a score of 6.65 out of 10 and was deemed satisfactory.

## FINANCIAL IMPLICATIONS

The 2024/25 Capital Works Budget makes provision for these projects as follows:

CAPITAL BUDGET ALLOCATION	\$ GST Excl.	\$ GST Incl.
<b>Project A: C09475 - Danien Street, Glen Waverley - Road Rehabilitation</b>	<b>\$1,250,000.00</b>	<b>\$1,375,000.00</b>
<b>Project B: C09502 - Hughesdale LATM Delivery</b>	<b>\$450,000.00</b>	<b>\$495,000.00</b>
<b>Project C &amp; D: C09386 - Mini Roundabout (externally funded)^</b>	<b>\$1,172,837.24</b>	<b>\$1,290,120.96</b>

<b>TOTAL CAPITAL BUDGET ALLOCATION</b>	<b>\$2,872,837.24</b>	<b>\$3,160,120.96</b>
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**Project A C09475 – Danien Street, Glen Waverley - Road Rehabilitation**

<b>Capital Budget Allocation</b>	<b>\$ GST Excl.</b>	<b>\$ GST Incl.</b>
<b>TOTAL BUDGET</b>	<b>\$1,250,000.00</b>	<b>\$1,375,000.00</b>
<b>Anticipated Total Expenditure Based Upon Prestige Paving Pty Ltd’s Submission</b>		
Lump Sum Price*	\$557,021.22	\$612,723.34
Contingency	\$56,000.00	\$61,600.00
Project Management & Delivery Fees	\$30,000.00	\$33,000.00
<b>TOTAL ANTICIPATED PROJECT EXPENDITURE</b>	<b>\$643,021.22</b>	<b>\$707,323.34</b>

**Project B C09502– Hughesdale LATM Delivery**

<b>Capital Budget Allocation</b>	<b>\$ GST Excl.</b>	<b>\$ GST Incl.</b>
<b>TOTAL BUDGET</b>	<b>\$450,000.00</b>	<b>\$495,000.00</b>
<b>Anticipated Total Expenditure Based Upon Prestige Paving Pty Ltd’s Submission</b>		
Lump Sum Price*	\$127,662.85	\$140,429.14
Contingency	\$13,000.00	\$14,300.00
Project Management & Delivery Fees	\$10,000.00	\$11,000.00
Additional Works Pending Award	\$150,000.00	\$165,000.00
<b>TOTAL ANTICIPATED PROJECT EXPENDITURE</b>	<b>\$300,662.85</b>	<b>\$330,729.14</b>

**Projects C & D C09386 – Mini Roundabout (externally funded) ^**

<b>Capital Budget Allocation</b>	<b>\$ GST Excl.</b>	<b>\$ GST Incl.</b>
<b>TOTAL BUDGET</b>	<b>\$1,550,000.00</b>	<b>\$1,705,000.00</b>

Less anticipated Total Expenditure for Mini Roundabout Phase 1 <sup>^</sup>	\$377,162.76	\$414,879.04
<b>CAPITAL BUDGET AVAILABLE FOR PROJECTS C &amp; D - MINI ROUNDABOUTS PHASE-2 &amp; 3</b>	<b>\$1,172,837.24</b>	<b>\$1,290,120.96</b>

<b>Project C - Anticipated Total Expenditure Based Upon Prestige Paving Pty Ltd's Submission</b>		
Lump Sum Price*	\$350,211.97	\$385,233.17
Contingency	\$38,000.00	\$41,800.00
Design Fees	\$20,000.00	\$22,000.00
Project Management/Delivery Fees	\$20,000.00	\$22,000.00
<b>TOTAL ANTICIPATED PROJECT EXPENDITURE</b>	<b>\$428,211.97</b>	<b>\$471,033.17</b>

<b>Project D - Anticipated Total Expenditure Based Upon Prestige Paving Pty Ltd's Submission</b>		
Lump Sum Price*	\$356,546.15	\$392,200.77
Contingency	\$39,000.00	\$42,900.00
Design Fees	\$20,000.00	\$22,000.00
Project Management/Delivery Fees	\$20,000.00	\$22,000.00
<b>TOTAL ANTICIPATED PROJECT EXPENDITURE</b>	<b>\$435,546.15</b>	<b>\$479,100.77</b>
Lighting Upgrades Across All (Mini Roundabout) Locations	\$100,000.00	\$110,000.00
Design Fees for Phases 4 & 5	\$60,000.00	\$66,000.00
<b>TOTAL ANTICIPATED PROJECT EXPENDITURE – MINI ROUNDABOUTS</b>	<b>\$1,023,758.12</b>	<b>\$1,126,133.94</b>
<b>TOTAL ANTICIPATED EXPENDITURE – ALL PROJECTS</b>	<b>\$1,967,442.19</b>	<b>\$2,164,186.41</b>

\* Includes \$27,500 (GST Incl.) discount for awarding four projects.

<sup>^</sup> Phase 1 has already been awarded with an anticipated project expenditure of \$414,879.04 (GST Incl.). Project C & D are mini roundabouts for Phases 2 & 3. Cumulative anticipated project



expenditure for Phase 1, 2 and 3 is \$1,309,242.97 (GST Included) which is within the overall budget allocation of \$1,705,000.00.

All projects are expected to be delivered with a surplus which will be returned to budget (or funding body as applicable under the executed agreement) at the completion of construction.

## **SUSTAINABILITY OUTCOMES**

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

The Contractor will reuse site won 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 included use of recycled materials; recycled crushed rock for trench backfill in lieu of quarry sourced rock and reuse of topsoil.

The Contractor will aim to consolidate the project delivery for the concrete mini roundabouts minimizing the redeployment of equipment onsite. The demolished concrete, asphalt and crushed rock recovered from the site will be taken to the recycling facilities for processing and resale. Prestige have also committed to purchase goods, services, and materials within the City of Monash where possible.

Construction of project A 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.

## **POLICY IMPLICATIONS**

There are no policy implications to this report.

## **CONSULTATION**

Community consultation was not required.

## **SOCIAL IMPLICATIONS**

There are no social implications to this report.

## **HUMAN RIGHTS CONSIDERATIONS**

There are no human rights implications to this report.

## **GENDER IMPACT ASSESSMENT**

A GIA was not completed because this agenda item is not a 'policy', 'program' or 'service'.

## **CONCLUSION**

The final evaluation ranking (including the price and non-price evaluation criteria) had Prestige Paving Pty Ltd ranked highest for Projects A, B, C and D and as such, the evaluation panel recommends Prestige Paving Pty Ltd as representing the best value outcome for Council and that they be awarded this tender.

## **ATTACHMENT LIST**

Nil