ORDINARY COUNCIL

ORD08

SUBJECT: TENDER T002/2018 - INTERSECTION UPGRADE AT CAMDEN VALLEY WAY AND MACARTHUR ROAD, ELDERSLIE
FROM: Director Community Assets
TRIM #: 17/318289

PURPOSE OF REPORT

To provide details of the tenders received for Contract T002/2018, being the intersection upgrade at Camden Valley Way and Macarthur Road, and to recommend that Council accept the tender submitted by Burton Contractors Pty Ltd.

BACKGROUND

The intersection of Camden Valley Way and Macarthur Road at Elderslie is experiencing increased traffic associated with urban growth and at this intersection numerous car accidents have been recorded resulting in injuries.

Council, through consultation with Roads and Maritime Services (RMS), has completed designs for a new signalised intersection which will improve road safety and provide better traffic management at the intersection. The extent of works is shown as an attachment to this report.

The project is being funded through a combination of Council’s Section 94 Developer Contributions of $1,272,162 and Federal Government funding of $3,684,763 which provides a total project budget of $4,956,925. Council resolved to accept the Federal Government funding on 22 March 2016.

With designs and all necessary approvals obtained, tenders have been received for the construction of the intersection upgrade and Council is now in a position to award the contract for construction of the intersection.

MAIN REPORT

Invitation to Tender

An open invitation to submit a tender was advertised in the Sydney Morning Herald on 8 and 15 August, 2017 and on the NSW e-tendering website. The tender closed on 20 September, 2017 and eight submissions were received.

Tender Submissions

Tenders were received from the following companies listed in alphabetical order:

<table>
<thead>
<tr>
<th>Company</th>
<th>Location</th>
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</thead>
<tbody>
<tr>
<td>Antoun Civil Engineering (Aust) Pty Ltd</td>
<td>Guildford NSW</td>
</tr>
<tr>
<td>Burton Contractors Pty Ltd</td>
<td>Homebush NSW</td>
</tr>
<tr>
<td>Celtic Civil Pty Ltd</td>
<td>Concord NSW</td>
</tr>
<tr>
<td>Cleary Bros. (Bombo) Pty Ltd</td>
<td>Port Kembla NSW</td>
</tr>
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Tender Evaluation

The intention of the tender process was to appoint a contractor with proven capacity and experience in similar scale projects as well as providing good value and quality services to Council.

A tender evaluation panel was established and the submissions were assessed on price and non-price factors as agreed by the evaluation panel. Price was given a weighting of 50% and non-price factors a weighting of 50%.

Non-Price Factors considered for this project included:

- Company, project team and processes;
- Experience in similar projects and capacity;
- Program and methodology; and
- Work Health and Safety

Burton Contractors provided the most competitive tender in terms of cost and meeting all requirements of Council's tender documentation.

Burton Contractors has a proven track record in delivering projects of a similar scale and nature. They recently completed the Richmond Road Upgrade Stage 1, 2 & 3 Works for RMS at Marsden Park, involving construction of road pavement, traffic signals, stormwater drainage, relocation of utilities and landscaping. This project was significantly more complex and larger in scale than the works under this tender.

The panel members all agreed that the tender by Burton Contractors represented the best value to Council.

Relevant Legislation

The tender has been conducted in accordance with the Local Government Act 1993, the Local Government (General) Regulation 2005 and Council's Purchasing and Procurement Policy.

Critical Dates / Time Frames

Burton Contractors has submitted a program to complete the works in a timeframe that meets the requirements of Council. Subject to Council's acceptance of this tender, the works are expected to be completed by December 2018.

FINANCIAL IMPLICATIONS

There are sufficient funds available in the project budget to accept this tender.
CONCLUSION

Burton Contractors has provided a conforming tender.

The tender assessment concludes that the offer by Burton Contractors represents the best value to Council and the company has a proven track record of performance on projects of a similar nature.

RECOMMENDED

That Council accept the tender provided by Burton Contractors Pty Ltd for the lump sum of $4,027,119 (GST exclusive).

ATTACHMENTS

1. Proposed Camden Valley Way and Macarthur Road Intersection Upgrade
2. Land Aquired - Camden Valley Way and Macarthur Road Intersection Upgrade
3. Tender T002/2018 - Intersection Upgrade at Camden Valley Way and Macarthur Road Elderslie - Supporting Document
Attachment 2  Land Aquired - Camden Valley Way and Macarthur Road Intersection Upgrade