REPORTS FROM THE DIRECTOR COMMUNITY AND NATURAL RESOURCES

a24 [CNR-CM] EC2010-167 Manufacture, Supply and Delivery of DN 300mm Pressure Pipe

ORIGIN:

Contracts | Water

SUMMARY OF REPORT:

This late report is a follow up to Item 24 of the agenda and details the tender evaluation for EC2010-167 for the Manufacture, Supply and Delivery of 3500 metres of DN 300 mm Pressure Pipe. Recommendations have been formulated based on the Selection Criteria which is contained in the Tender Evaluation, Pricing Report included in <u>CONFIDENTIAL</u> <u>ATTACHMENT A</u>. A summary of the Selection Criteria is also included in the body of this report. It is recommended that Council accepts the tender of Vinidex Pty Limited for the Manufacture, Supply and Delivery of 3500 metres of DN 300mm Pressure Pipe.

<u>ATTACHMENT A</u> is <u>**CONFIDENTIAL**</u> in accordance with Section 10a(2)(c) and 10A(2)(d) of the Local Government Act 1993, because it contains commercial information of a confidential nature that would, if disclosed:-

- (c) information that would, if disclosed, confer a commercial advantage on a person with whom the council is conducting (or proposes to conduct) business
- (d) commercial information of a confidential nature that would, if disclosed:
 - (i) prejudice the commercial position of the person who supplied it, or
 - (ii) confer a commercial advantage on a competitor of the council, or
 - (iii) reveal a trade secret

RECOMMENDATION:

That:

- 1. The tender for EC2010-167 Manufacture Supply and Delivery of DN 300mm Pressure Pipe from Vinidex Pty Limited be accepted to the value of \$227,500.00 exclusive of GST.
- 2. <u>ATTACHMENT A</u> is <u>CONFIDENTIAL</u> in accordance with Section 10A(2)(c) and 10A(2)(d) of the Local Government Act 1993, because it contains commercial information of a confidential nature that would, if disclosed:-
 - (c) information that would, if disclosed, confer a commercial advantage on a person with whom the council is conducting (or proposes to conduct) business
 - (d) commercial information of a confidential nature that would, if disclosed:(i) prejudice the commercial position of the person who supplied it, or

- (ii) confer a commercial advantage on a competitor of the council, or
- (iii) reveal a trade secret

REPORT: Background

Tenders closing 3 November 2010 have been called for the Manufacture, Supply and delivery of DN 300mm diameter Pressure Pipe. The 3500 metres of pipe material will be used for the upgrade of the water trunk main that runs along North Arm Road from Old Lismore Road to the Glencoe Road Reservoir. The pipeline project is due to commence at the end of November 2010.

The tender specified the supply of either of the following pipe materials:

- a) GRP Pipe to AS 3571
- b) Ductile Iron (DI) Pipes to AS/NZS 2280
- c) Steel Pipes to AS 1579
- d) Modified PVC (mPVC) to AS/NZS 4765
- e) Oriented PVC (OPVC) to AS/NZS 4441

The following selection criteria and weightings were used in the evaluation of the tender:

| Criteria | Weighting |
|--|-----------|
| Tendered Rates | 60% |
| Quality Assurance | 10% |
| Delivery Period | 20% |
| Demonstrated Capability to Perform Service | 5% |
| Relevant Experience with contracts of a similar nature | 5% |

Tenders Received

A total of seven responses were received for tender EC2010-167 Manufacture, Supply and Delivery of DN 300mm Pressure Pipe. Submissions received and pipe materials offered by each supplier are as follows:

| Supplier | Pipe Material | |
|------------------|-----------------|--|
| Vinidex | OPVC, mPVC, DI | |
| Crevet Pipelines | OPVC ,mPVC , DI | |
| Promains | OPVC | |
| Fibre Logic | GRP | |
| Ace4Tab | mPVC | |
| Mid West Valves | OPVC, DI | |
| Tyco Water | mPVC, DI | |

Tender Evaluation

The Tender Evaluation was conducted by Council's Tender Evaluation Panel, consisting of Council's Senior Water & Waste Water Design Engineer, Water & Waste Water Capital Works Engineer and Engineering Administration Supervisor. A copy of the Tender Evaluation Report is included in <u>ATTACHMENT A</u> which is <u>CONFIDENTIAL</u> in accordance with Section 10A(2)(c) and 10A(2)(d) of the Local Government Act 1993, because it contains commercial information of a confidential nature that would, if disclosed:-

(c) information that would, if disclosed, confer a commercial advantage on a person with whom the council is conducting (or proposes to conduct) business

- (d) commercial information of a confidential nature that would, if disclosed:
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 - (iii) reveal a trade secret

Based on the evaluation contained in the confidential attachment, it is recommended that Tenderer Vinidex Pty Limited be accepted for the Manufacture, Supply and Delivery of 3500 metres of DN 300mm Pressure Pipe.

LEGAL/RESOURCE/FINANCIAL IMPLICATIONS:

This tender process is in accordance with Section 55 of the Local Government Act 1993 and Part 7 (Tendering) of the Local Government (General) Regulation 2005.

Funding is provided within the 2010/2011 Budget for the Manufacture, Supply and Delivery of 3500 metres of DN 300mm Pressure Pipe.

POLICY IMPLICATIONS:

The recommendations in this report are consistent with Council's Procurement Policy, Procurement Procedure, Contracts Management Process document and Tenders Procedure.

UNDER SEPARATE COVER/FURTHER INFORMATION:

To view any **"non confidential"** attachments listed below, access the meetings link on Council's website <u>www.tweed.nsw.gov.au</u> (from 8.00pm Wednesday the week before the meeting) or visit Council's offices at Tweed Heads or Murwillumbah (from 8.00am Thursday the week before the meeting) or Council's libraries (from 10.00am Thursday the week of the meeting).

1. **Confidential Attachment** - Tender Evaluation Report (ECM 24095363)