

REPORTS THROUGH THE ACTING GENERAL MANAGER

REPORTS FROM THE DIRECTOR ENGINEERING AND OPERATIONS

a68 [EO-CM] EC2013-171 Soil Nail Slope Stabilisation Works

SUBMITTED BY: Works

Valid



Supporting Community Life

LINKAGE TO INTEGRATED PLANNING AND REPORTING FRAMEWORK:

2	Supporting Community Life
2.4	An integrated transport system that services local and regional needs
2.4.3	Ensure local streets, footpaths and cycleways are provided, interconnected and maintained

SUMMARY OF REPORT:

This report outlines the tender for EC2013-171 Soil Nail Slope Stabilisation Works at three (3) sites to stabilise and restore failed embankment slopes at:

- 731 Dulguigan Road, North Tumbulgum
- 1113 Urliup Road, Urliup
- Mount Warning Road, Mount Warning (approximately 3km from Kyogle Road intersection).

Recommendations have been formulated based on the Selection Criteria which is contained in the Tender Evaluation Report included in **CONFIDENTIAL ATTACHMENT 1**. A summary of the Selection Criteria is also included in the body of this report.

Attachments 1 and 2 are **CONFIDENTIAL** in accordance Section 10A (2) (c) and (d) of the Local Government Act 1993, because it contains commercial information in relation to the tenders, the disclosure of which would be likely to prejudice the commercial position of the tenderers if it was provided. The information identifies the tenderers' commercial rates. If disclosed, the information would be likely to prejudice the commercial position of the tenderers in terms of market competitiveness, by giving their competitors an advantage. Accordingly, disclosure of the information is not in the public interest.

RECOMMENDATION:

That

- 1. The Alternate Offer tender from Pan Civil be accepted to the value of \$400,163.64 exclusive of GST for tender EC2013-171 Soil Nail Slope Stabilisation Works.**
- 2. The General Manager is given delegated authority to approve variations up to 10% of the initial contract sum to a maximum of \$150,000 and those variations be reported to Council following completion of the tendered works/services.**
- 3. ATTACHMENTS 1 and 2 are CONFIDENTIAL in accordance with Section 10A(2) (c) and (d) of the Local Government Act 1993, because it contains:-**
 - (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:

These works are for the detailed design and construction of permanent soil nail and reinforced shotcrete faces to stabilise and restore failed embankment slopes at three (3) locations. Two of the slopes failed as a result of a declared Natural Disaster Flood event in January 2012. The three (3) sites are located at:

- 731 Dulguigan Road, North Tumbulgum
- 1113 Urliup Road, Urliup
- Mount Warning Road, Mount Warning (approximately 3km from Kyogle Road intersection)

A total of sixteen (16) weeks has been allocated to complete the works at the three (3) sites, inclusive of all design submissions, approvals and certifications.

Although the slope damage incurred at 731 Dulguigan Road was due to the January 2012 Natural Disaster Flood event, it was not eligible for funding assistance from the Natural Disaster Relief and Recovery Arrangements (NDRRA) as it was deemed that the road formation itself was not damaged. Consequently, Council was advised by the Roads and Maritime Services that any repairs at this site are to be funded by Council. Funding for this project has been allocated in the 2013/2014 Infrastructure Program. The Urliup Road site has been accepted in the NDRRA schedule and will be fully funded by the assistance grant.

The Mount Warning Road site incurred its damage incrementally over time and accordingly is not eligible for NDRRA funding. Accordingly, it is proposed to fund this project from Council's 2013/2014 Road Maintenance budget. The duration of the works in Mount Warning Road is expected to be of the order of 10 days and it is required to maintain the road in its closed state over this time.

Tenders Received

Tenders closed at 4:00pm on 4 September 2013 with eleven (11) submissions received from the following contractors:

- Ark Construction Group
- Entracon Civil
- Geo Construct
- Geover
- Pan Civil (Conforming offer)
- Pan Civil (Alternate offer)
- Specialised Geo
- Warner Co
- Crosana
- Retaining Specialists
- Civil Team Engineering

Tender Evaluation

The following selection criteria and weightings were determined prior to the issuing of the Tender.

Criterion	Document Reference	Weighting (%)
Value for Money (Normalised Tender Price)	Schedule 2 & 3	50
Offer Price Compared with TSC Estimated cost	Schedule 2 & 3	Yes
Financial Details and Capacity	Schedule 4	Yes
Previous and Current Works (Experience)	Schedule 4	10
Project Management (Key Personnel)	Schedule 5	Yes
Methodology and Work Program (Time)	Schedule 6	10
WHS and Risk Management	Schedule 7	10
Industrial Relations and Safety Record	Schedule 7	Yes
Environmental Management	Schedule 7	10
Quality Management	Schedule 7	10
Proposed Subcontractors (Experience)	Schedule 8	Yes
Company Insurances	Schedule 9	Yes
Sustainable Procurement	Schedule 10	No
Innovation	All Schedules	Yes
Maintenance and Running costs	All Schedules	No
Life of Proposed materials and equipment	All Schedules	No
Warranty Periods Offered	All Schedules	No
Development of Competitive Local Business/Industry	All Schedules	No
Council's Contract Administration Costs	Schedule 6	No
	Total	100

Tender Evaluation is included in **ATTACHMENT 1** which is **CONFIDENTIAL** in accordance with Section 10A(2) (c) and (d) of the Local Government Act, 1993, because it contains commercial information in relation to the tenders, the disclosure of which would be likely to prejudice the commercial position of the tenderers if it was provided. The information identifies the tenderers rates to provide specific services. If disclosed, the information would be likely to prejudice the commercial position of the tenderer in terms of market competitiveness by giving their competitors an advantage. Accordingly, disclosure of the information is not in the public interest. Recommendations appear below for the Tender.

OPTIONS:

Nil.

CONCLUSION:

Based on the Tender Evaluation, it is recommended that Pan Civil be awarded the contract for EC2013-171 Soil Nail Slope Stabilisation Works for its Alternate Offer.

Details of Pan Civil's relative competitiveness are shown in the Tender Evaluation Report **CONFIDENTIAL ATTACHMENT 2** which was endorsed by the Evaluation Panel.

COUNCIL IMPLICATIONS:

a. Policy:

Procurement Version 1.4.

b. Budget/Long Term Financial Plan:

Council Road Maintenance and Natural Disaster Relief and Recovery Arrangements funded.

c. Legal:

Not Applicable.

d. Communication/Engagement:

Not Applicable.

UNDER SEPARATE COVER/FURTHER INFORMATION:

Confidential Attachment 1	Confidential Attachment EC2013-171 Soil Nail Slope Stabilisation Works - (ECM 3169881).
Confidential Attachment 2	Tender Evaluation Report (ECM 3169764).

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