# a26 [E-CM] EC2014-026 Arkinstall Park 500kVA Power Supply Design & Install

## SUBMITTED BY: Contracts



## SUMMARY OF REPORT:

Tender EC2014-026 Arkinstall Park 500kVA Power Supply Design & Install was called to engage a suitably qualified and experienced service provider to design and construct a suitable power supply for the operation of park assets.

Tenders were officially invited in accordance with the provisions of the Local Government Act 1993 and the NSW Local Government (General) Regulation 2005. Tender submissions closed at 4:00pm (local time) on Wednesday 2 April 2014 in the Tender Box located in the foyer of the Tweed Shire Council Civic and Cultural Centre, Murwillumbah NSW 2484.

### **RECOMMENDATION:**

That:

- 1. Council awards the contract EC2014-026 to NJ Construction Pty Ltd for the amount of \$239,652.05 (exclusive of GST).
- 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)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.

## **REPORT**:

### Tender Background

Tender EC2014-026 Arkinstall Park 500kVA Power Supply Design & Install was called to engage a suitably qualified and experienced service provider to design and construct a suitable power supply for the operation of park assets.

The work to be performed under the subsequent Contract includes the provision of all labour, plant and materials and the performance of all operations of whatever kind necessary for the complete and proper design and construction of all high voltage and low voltage requirements as well as a 500kVA pad mounted transformer.

## **Tender Advertising**

Tender EC2014-026 Arkinstall Park 500kVA Power Supply Design & Install was officially invited in accordance with the provisions of the Local Government Act 1993 and the NSW Local Government (General) Regulation 2005. The Tender was advertised on Tuesday 11 March 2014 in The Sydney Morning Herald.

## Notices to Tenderers

There were 3 Notice to Tenderers issued, NTT01 dated 17/03/2014, NTT02 dated 17/03/2014, NTT03 dated 17/03/2014 all to provide clarification of a number of queries.

### **Tender Submissions**

As per the requirements of the Local Government Regulation 2005, tender submissions closed at 4:00pm (local time) on Wednesday 2 April 2014 in the Tender Box located in the foyer of the Tweed Shire Council Civic and Cultural Centre, Murwillumbah NSW 2484. 6 tender submissions were recorded at the Tender Box opening and their details are:

Tenderer	ABN	Tendered Amount (incl GST)
Power Serve Pty Ltd	27 060 977 513	
NJ Construction Pty Ltd	11 066 157 391	
Stowe Australia Pty Ltd	27 002 556 603	Confidential
Aftermath Engineering & Services	47 698 241 188	Information
Alan Kneale Electrical Pty Ltd	62 097 266 923	
Poles & Underground	46 120 021 614	

### Late and/or Non-Conforming Tenders

Tenderers deemed non-conforming due to lack of detail, missing schedules and/or unacceptable contract conditions:

Poles & Underground (missing schedules so unable to assess) Alan Kneale Electrical (offer based on non conforming Conditions of Contract)

## **Evaluation Criteria**

Tenders were evaluated based on the criteria noted in the table below:

Criterion	Reference	Weighting (%)
Value for Money (Normalised Tender Price)	Schedule 2 & 3	50
Methodology and Work Program (Time)	Schedule 6	10
Conformity & Proposed Contract Conditions	All Schedules	10
Previous and Current Works (Experience)	Schedule 4	10
Quality Management / Environmental Management / WHS and Risk Management	Schedule 7	10
Local Content (Development of Local Business/Industry) (Mandatory 10%)	Schedule 11	10
	Total	100

## **Evaluation Summary**

Details of the comparisons are shown on the attached Tender Evaluation Spreadsheet which is CONFIDENTIAL in accordance with Section 10A(2)(c) of the Local Government Act, 1993, because it contains information that would, if disclosed, confer a commercial advantage on a person with whom the council is conducting (or proposes to conduct) business. Accordingly, disclosure of the information is not in the public interest. Recommendations appear below for the Tender.

## Recommendations

It is recommended that the tender from NJ Construction Pty Ltd be accepted to the value of \$263,617.25 including GST.

NJ Construction Pty Ltd achieved the highest overall assessment score and is therefore deemed as the most advantageous option for Council. NJ Constructions Pty Ltd also provided the most competitive price, they are from a neighbouring Shire and have nominated local subcontractors to complete portions of the works.

## **OPTIONS:**

- 1. That Council approves the recommended Contractor.
- 2. That Council does not approve the recommended Contractor.

## CONCLUSION:

It is recommended that the tender from NJ Construction Pty Ltd for EC2014-026 Arkinstall Park 500kVA Power Supply Design & Install be accepted to the value of \$239,652.05 exclusive of GST.

## COUNCIL IMPLICATIONS:

### a. Policy:

Procurement Version 1.3.

### b. Budget/Long Term Financial Plan:

The project will be funded from the Arkinstall Park Redevelopment project allocation.

# c. Legal:

Not Applicable.

# d. Communication/Engagement:

Inform - We will keep you informed.

# UNDER SEPARATE COVER/FURTHER INFORMATION:

(Confidential) Attachment 1. Tender Evaluation Report (ECM 3335565). (Confidential) Attachment 2. Tender Evaluation Record (ECM 3335573).