

## **11 CONTRACT 20/10 - CONSTRUCTION OF URBAN AND RURAL ROADS; ESTABLISHMENT OF THE CONSTRUCTION CONTRACTORS PANEL**

FILE REFERENCE INT2027542

RESPONSIBLE GENERAL MANAGER Peter Benazic

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### **RECOMMENDATION**

That Council:

1. Establish a Construction Contractors Panel for an initial period of three (3) years with extension options of three (3) years and subsequent four (4) years for a potential 10 year total.
2. Accept Expressions of Interest submitted by MACA Infrastructure Pty Ltd, Jotomex Civil Contracting, Bayport Civil Pty Ltd, Streetworks Pty Ltd, Sandridge Roads Pty Ltd, Fowlers Asphaltting Pty Ltd, A1 Civil Pty Ltd, Sure Constructions Pty Ltd, Prestige Paving Pty Ltd, LincRoads Pty Ltd for CT20/10 for the Construction of Urban and Rural Roads - Construction Contractors Panel and be included onto the panel.
3. Advise the remaining Contractors that expressed interest accordingly.
4. Delegate authority to the CEO to accept tenders for contracts associated with relevant capital works delivered under this panel.

### **Attachments**

- 1 Confidential Memorandum - Circulated to Councillors only 6 Pages

### **EXECUTIVE SUMMARY**

Expressions of Interest have been sought for the establishment of a panel of Construction Contractors for the federally funded 'Sealing of Unsealed Roads in the Dandenong Ranges and Surrounds', Council's Strategic Roads Program, Intersection Construction and Councils Capital Works programs to:

- streamline procurement across the Infrastructure Services team,
- ensure Cardinia has access to competitively priced construction contracts throughout the 10 year life of the project, and
- ensure compliance with the Local Government Act relating to the public tender of works for procurement of services.

This contract focuses on the establishment of a panel of contractors for the tendering and construction of works as part of these programs.

This report provides consideration for the establishment of a panel of Contractors to undertake road construction works required under these three programs and Councils capital works program for a period of three (3) years with extension options of three (3) years and four (4) years.

It is recommended that the selected 10 Contractors will provide a good balance of construction capability, experience and competitiveness for the delivery of Council contracts.

## BACKGROUND

Expressions of Interest have been sought for the establishment of a panel of Construction Contractors for the federally funded 'Sealing of Unsealed Roads in the Dandenong Ranges and Surrounds', Councils Strategic Roads Program, Intersection Construction and Councils Capital Works programs to:

- streamline procurement across the Infrastructure Services team,
- ensure Cardinia has access to competitively priced construction contracts throughout the 10 year life of the project, and
- ensure compliance with the Local Government Act relating to the public tender of works for procurement of services.

This contract focuses on the establishment of a panel of contractors for the tendering and construction of works as part of these programs.

Contractors were invited to respond to an advertised brief seeking Company information and responding to the following:

### Mandatory Criteria:

- Registered business address to be located within a 25km radius of Council Offices or in an abutting Municipality (to promote local content)
- Demonstrate sufficient experience in urban and rural road construction
- Maintain a third party accredited Quality Management System
- Maintain a third party accredited OH&S System
- Demonstrate recent Local Government contracts
- Business turnover to exceed \$5M for the previous year

### Weighted Score Criteria:

- Company to own and maintain sufficient plant to complete the contracts
- Level of experience in urban and rural road construction
- Demonstrate recent VicRoads contracts
- VicRoads prequalification
- Company to indicate current quarry materials supplier credit limit
- Company to indicate major subcontractors

The initial contract is for a three (3) year period with the option for review and extension after three (3) years and again for a further four (4) years. Once the panel is established, council officers on a periodic basis may invite other Contractors to make application to be included on the panel but must satisfy the evaluation criteria. As part of the establishment of a panel, an ongoing robust review of all Contractors performance and suitability will be maintained.

The Expression of Interest were advertised through The Age in accordance with Council policy. Responses were received from sixteen (16) tenderers of which ten (10) are recommended for acceptance.

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## **POLICY IMPLICATIONS**

The establishment of a Contractors panel will ensure compliance with procurement policy. The mandatory criteria of the business being located within a designated radius from Council Offices or in an abutting Municipality is introduced to encourage local businesses.

## **RELEVANCE TO COUNCIL PLAN**

The establishment of the contractors panel will greatly assist Council's capacity to deliver new infrastructure projects in relation to the construction programs in accordance with Councils policies and guidelines.

## **CONSULTATION/COMMUNICATION**

An internal assessment was undertaken to identify the services required to supplement Councils Engineering and Environmental expertise and will assist Council Officers deliver projects on behalf of the community

## **FINANCIAL AND RESOURCE IMPLICATIONS**

Services provided under this contract will be subject to the relevant program budgets.

The selection of contractors to submit tenders for any particular project will be based on capacity, capability and availability of the contractor.

It is recommended that Council delegate authority to the CEO to authorise contracts and works associated under this panel.

## **CONCLUSION**

It is recommended that a Construction Contractors Panel (CT20/10 - Construction of Urban and Rural Roads - Construction Contractors Panel) be established for an initial period of three (3) years with extension options of three (3) years and four (4) years with the following submissions; MACA Infrastructure Pty Ltd, Jotomex Civil Contracting, Bayport Civil Pty Ltd, Streetworks Pty Ltd, Sandridge Roads Pty Ltd, Fowlers Asphaltting Pty Ltd, A1 Civil Pty Ltd, Sure Constructions Pty Ltd, Prestige Paving Pty Ltd, LincRoads Pty Ltd.