

6.3.3 Contract 21-031: Pavement Renewal Works 2021-22

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Recommendation(s)

That Council accept the tenders submitted by:

- Downer EDI Works Pty Ltd to undertake the works associated with Contract 21-031A - Pavement Renewal Works on Hein Rd in Pakenham Upper, Pitt Rd in Iona, McDonalds Trk in Lang Lang, Railway Ave in Tynong and Soldiers Rd in Lang Lang/Caldermeade for the contract sum of \$2,355,918.14 (Excl. GST); and
- R&C Asphalt Paving Pty Ltd to undertake the works associated with Contract 21-031B - Pavement Renewal Works on Lakeside Dr in Emerald be accepted for the contract sum of \$462,670.00 (Excl. GST);

Attachments

1. CONFIDENTIAL - Confidential Memorandum - Circulated to Councillors only [6.3.3.1 - 4 pages]

Executive Summary

The six roads under consideration within this contract have been identified as a high priority for treatment under Council's asset management systems and are amongst the highest for maintenance costs for the shire.

This report provides consideration for the appointment of two contractors to undertake works to reconstruct the pavement of the six roads. The proposed works involve pavement rehabilitation and construction, drainage improvements and associated works.

The tender for Hein Rd in Pakenham Upper, Pitt Rd in Iona, McDonalds Trk in Lang Lang, Railway Ave in Tynong and Soldiers Rd submitted by Downer EDI Works Pty Ltd is the most advantageous for Council, providing the best value for money, while the tender for Lakeside Drive in Emerald submitted by R&C Asphalt Paving Pty Ltd was the best value for money while providing excellent service.

It is therefore recommended that Contract 21-031 for the construction of,

- Hein Rd, Pakenham Upper (Seal Floodway To Berglund Rd),
- Lakeside Dr, Emerald (Start Of Seal To Emerald Monbulk Rd),
- Pitt Rd, Iona (No.7 Drain Bridge Nth Abutment To 470mNth from Nth FL No.220),
- McDonalds Trk, Lang Lang (117m South of Range Rd To East Side Of Railway Line),
- Railway Av, Tynong (No.68/70 To View St Intersection) and
- Soldiers Rd, Caldermeade/Lang Lang (Caldermeade Rd to Westernport Rd be awarded accordingly.

Background

Six roads were identified as a high priority for treatment under Council's asset management systems and through discussions with Council's road maintenance team as they are amongst

the highest for maintenance costs for the shire. These six roads were included in the tender documents associated with CT21-031.

Tenders were advertised on 10 July 2021 and closed on 03 August 2021. A total of six (6) tenders were received.

The tenders were checked against a range of weighted and non-weighted selection criteria to ensure the viability of the tender submissions. These criteria include: Pricing and value for money, OHS, Risk & Insurance, Compliance with the Specifications, Required Prequalification with VicRoads (DoT) Financial Viability, Locality, Environmental Commitments, Capability and Capacity, Relevant experience and past performance of the Tenderer, Quality system and Project Plan..

The tender advertised contained separate schedules for each listed road, with Council having the option of awarding each of the roads by themselves or in a package to separate tenderers if this demonstrated best value for money for Council.

To provide best value for money, it is recommended that the following roads be awarded:

| Road | Awarded to | Tender Price (Ex. GST) |
|---------------|----------------------------|------------------------|
| Hein Rd | Downer EDI Works Pty Ltd | \$ 84,301.43 |
| Pitt Rd | Downer EDI Works Pty Ltd | \$ 600,224.03 |
| McDonalds Trk | Downer EDI Works Pty Ltd | \$ 159,927.66 |
| Railway Av | Downer EDI Works Pty Ltd | \$ 133,981.23 |
| Soldiers Rd | Downer EDI Works Pty Ltd | \$ 1,377,483.79 |
| Lakeside Dr | R&C Asphalt Paving Pty Ltd | \$ 462,670.00 |

Policy Implications

The works have been developed in accordance with Council's Asset Management Plans.

Relevance to Council Plan

2.1 We support the creation of liveable spaces and places

2.1.5 Upgrade Council's road network to improve safety and connectivity while considering traffic demand and freight transport needs.

Climate Emergency Consideration

Nil

Consultation/Communication

Consultation with the community, affected property owners and commuters to notify them of disruptions throughout the construction works will form part of the project planning and delivery after the award of this Contract.

Financial and Resource Implications

Funding for works on Hein Rd, Pitt Rd, McDonalds Trk, Railway Ave and Lakeside Dr will be made available under the 2021-2022 Capital Works Program for Asset Renewal and Upgrade.

The total cost for the rehabilitation of these roads is \$ 1,441,104.35 (Excl. GST). There will be sufficient funds available in the Capital Works program to award these works.

Rehabilitation works on Soldiers Rd will be funded by Local Roads and Community Infrastructure Program (LRCI). A Grant of \$1,600,000 has been approved for Soldiers Rd under this program.

Conclusion

The tender submitted by Downer EDI Works Pty Ltd for Hein Rd in Pakenham Upper, Pitt Rd in Iona, McDonalds Trk in Lang Lang, Railway Ave in Tynong and Soldiers Rd in Lang Lang/Caldermeade be accepted for the contract sum of \$2,355,918.14 (Excl. GST); is considered to be the most beneficial to Council and it is recommended that Contract 21-031A - Pavement Renewal Works be awarded to Downer EDI Works Pty Ltd for \$2,355,918.14 (Excl. GST);

In addition, the tender submitted by R&C Asphalt Paving Pty Ltd for Lakeside Drive in Emerald is considered to be the most beneficial for Council and it is recommended that this component of Contract 21-031B - Pavement Renewal Works be awarded to R&C Asphalt Paving Pty Ltd for \$462,670.00 (Excl. GST)