

Management report to Council

Agenda item 6.5

**Procurement of Contractor for Boyd Park Redevelopment Project
(Contract 8614A)**

Council

Presenter: Rob Adams, Director City Design and Projects

25 September 2018

Purpose and background

1. The purpose of this report is to seek Council approval to award Contract 8614A for the civil and landscape construction of the Boyd Park Redevelopment Project at 207 City Road, Southbank.
2. The Boyd Park Concept Plan was endorsed by Council on 6 March 2018.

Key issues

3. An invitation to tender (ITT) was advertised in The Age Newspaper of 7 July. Response to the ITT closed on 6 August 2018.
4. The Tender Evaluation Panel (TEP) comprised representatives from management (refer Attachment 1).
5. Four tenders were received:
 - 5.1. The TEP undertook a review of all submissions. The two lowest tenderers were shortlisted and reviewed further.
 - 5.2. Tender interviews were held on 27 August 2018.
 - 5.3. Clarifications were sought from the shortlisted tenderers and responses subsequently provided to Council to review further.
6. The weightings of the evaluation criteria were financial (60 per cent), and non-financial (40 per cent). A tender evaluation report is at Attachment 1. The scope of contract works outline the works for the delivery of the Boyd Park Redevelopment Project including the major landscaping and civil construction.
7. Following the cost analysis it is considered Multipro Civil Pty Ltd submitted the best offer and should be awarded Contract 8614A.
8. The tenderer is within the existing Capital Works budget allocation for 2018-19, however, due to an administrative oversight, additional monies are required to meet other costs (refer Finance Attachment 1).

Recommendation from management

9. That Council awards Contract 8614A for the Boyd Park Redevelopment Project in line with the scope of contract to Multipro Civil Pty Ltd for a contract sum of \$2,489,531 plus GST and otherwise in accordance with the negotiated terms and conditions of contract.

Attachment:

1. Supporting Attachment

Supporting Attachment**Legal**

1. Pursuant to section 186 of the *Local Government Act 1989* (Vic), before a Council enters into a contract for the provision of works to the value of \$200,000 or more (levels increased by Order in Council dated 7 August 2008), the Council must give public notice of the purpose of the contract and invite tenders from persons wishing to undertake the contract.

Finance

2. These works are to be funded through budget 15G8135N in the current Capital Works Programme with a total budget of \$3,021,980. An additional \$946,000 that was returned to the Open Space Fund last year and not re-allocated will need to be made up through the financial year to cover demolition and administrative costs.

Procurement

3. A Procurement Plan was prepared and this matter accords with the Centre Led Procurement Policy and Procedures.

Tender evaluation summary

4. The membership of the tender evaluation panel was as follows.

Title and/or company	Generalist or Nominated Speciality	Full / Advisory Member
Senior Project Manager	Generalist (Chair)	Full
Principal Project Manager – Strategic	Generalist	Full
Senior Landscape Architect	Generalist	Full
Contracts Officer – Open Space	Generalist	Full

5. The summary of final scoring for the four conforming tenderers is shown below:

Summary of final scoring				
Company	Price	Financial score	Non-financial score	Total score
Multipro Civil Pty Ltd	\$2,489,531	60.0	31.0	91.0
Tenderer A	\$2,698,195	55.2	32.5	87.7
Tenderer B	\$2,798,136	52.80	28	80.8
Tenderer C	\$4,590,718	32.4	32.5	64.9

Conflict of interest

6. No member of Council staff, or other person engaged under a contract, involved in advising on or preparing this report has declared a direct or indirect interest in relation to the matter of the report.

Stakeholder consultation

7. Extensive community and stakeholder engagement was undertaken to prepare the Boyd Park redevelopment including three phases of community engagement.

Relation to Council policy

8. The creation of new public open space at Boyd Park is consistent with the Open Space Strategy 2014 and identified as an opportunity to provide open space in the Southbank Structure Plan 2010.

Corporate social responsibility

9. Biodiversity and Urban Forest Strategy objectives will be delivered through additional tree planting and garden beds.
10. New LED efficient lighting will replace older public lighting.
11. Water sensitive urban design principles have been integrated across new landscape.