

TENDER RECOMMENDATION REPORT

TO: CHIEF EXECUTIVE OFFICER

CC: SENIOR PROJECT MANAGER, INFRASTRUCTURE CAPITAL WORKS

FROM: DIRECTOR ASSETS

FILE REF: 23/442933

DATE: 22 January 2024

TENDER 23134 THE SUPPLY AND INSTALLATION OF NEW WATER SERVICE, FIRE SERVICE AND SEWER SERVICE AT THE KINGSWAY REGIONAL SPORTING COMPLEX, MADELEY

Issue

To consider the decline of Tender No: 23134 for the Supply and Installation of New Water Service, Fire Service and Sewer Service at The Kingsway Regional Sporting Complex, Madeley.

Background

Kingsway Regional Sporting Complex is an active sporting reserve located at 100 Kingsway, Lot 555, Madeley. The portion of land selected for this project is in the north east corner, adjacent to the Kingsway Air Cadets and is on the corner of Hartman Drive and Kingsway.

A car park and access road are to be constructed to provide parking and access to several proposed buildings including the Northern Suburbs Men’s Shed. The buildings will also require hydraulic services to be installed to service the new buildings.

Detail

Tender 23134 for the Supply and Installation of New Water Service, Fire Service and Sewer Service at The Regional Kingsway Sporting Complex was advertised on 1 November 2023 and closed on 12 December 2023. Two addenda were issued during the tender period to provide additional information to Tenderers, and mandatory site inspections were held.

Item	Detail
Contract Form	Minor Works
Contract Type	Lump Sum
Date For Practical Completion	May 2024
Commencement Date	Feb 2024

Tender submissions were received from the following companies:

Legal Name	Trading Name	Abbreviation
Majestic Plumbing Pty Ltd	Majestic Plumbing	Majestic
MME Underground Services Pty Ltd	MME Underground Services	MME
Streamline Plumbing Pty Ltd*	Streamline Plumbing	Streamline

*The submission from Streamline Plumbing was deemed non-conforming and did not proceed for further evaluation.

Probity Oversight

Probity oversight was provided by the City's Contracts Officer.

Overall Assessment and Comment

The Evaluation Panel concluded that all submissions exceeded the allocated budget and did not offer value for money to the City.

Additional commentary is provided within the Confidential Attachment.

Statutory Compliance

Tenders were invited in accordance with the requirements of Section 3.57 of the *Local Government Act 1995*. The tendering procedures and evaluation complied with the requirements of Part 4 of the *Local Government (Functions and General) Regulations 1996*.

Strategic Implications

Goal # 5 A well planned, safe, and resilient City that is easy to travel around and provides a connection between people and places.

Priority #5.3 Manage and maintain assets.

Risk Appetite Statement

In pursuit of strategic objective goal 5, we will accept a Medium level of risk, extended to High in the areas of Community / Reputation & Financial / Commercial impacts. Shifting transport modes and usage in the City may require short term pain for longer term gain as the City supports the development, maintenance, and connection of alternatives to car use (e.g. cycle ways) and the supporting infrastructure.

Enterprise Risk Management Considerations

Risk Title	Risk Rating	Accountability	Action Planning
CO-O13 Workplace Health & Safety	Medium	Director Corporate Strategy and Performance	Manage
CO-O08 Contract Management	Low	Director Corporate Strategy and Performance	Manage
CO-O22 Environmental Management	Medium	Director Planning & Sustainability	Manage

Policy Implications

Tenders were invited in accordance with the requirements of the City’s Purchasing Policy.

Financial (Budget) Implications

The tender submissions received exceeded the project budget.

Recommendation:

That the Chief Executive Officer, in accordance with Delegation 1.1.13 (4) Choice of Most Advantageous Tender of the Delegated Authority Register for the awarding of tenders DECLINES all tenders submitted for Tender 23134 for the Supply and Installation of New Water Service, Fire Service and Sewer Service at The Kingsway Regional Sporting Complex, Madeley.