

**8. DIRECTOR INFRASTRUCTURE AND ENVIRONMENT REPORT****8.6 BITUMEN RESEALING PROGRAM 2017/2018 – TENDER 18/03****Summary**

This report has been submitted as urgent business due to the impact on Councils works program. A delay until the November Council meeting will result in an overall one month delay for delivery of the sealing program.

**Background**

The work under this Contract involves the Bituminous resurfacing of various sections of the existing sealed network of roads within the Council area.

Types of roads included within the Contract are, State, Regional and Rural roads as well as Urban streets.

Tenders were advertised on TenderLink, via the Council website from 18 September 2017.

Tenders closed at 3.00pm on Tuesday 10 October 2017. There were no addenda issued for the Contract.

The tender is for a one(1) year period with an extension of one (1) year if both parties are agreeable.

**Assessment:**

Six (6) tenders were received with one (1) tender initially considered to be un-conforming due to the fact that the extended amounts did not tally correctly. The tender was still considered with the corrected extended amounts used in the tender assessment. All tenderers are known participants within the industry, with relevant experience and resources capable of undertaking the work required for this project. A detailed tender assessment process was undertaken based on the following criteria.

Criteria	Weighting
Relevant experience	20%
Past performance	30%
Quality, OH&S and Environmental systems	10%
Technical Skills	5%
Management skills	5%
Price	30%

Each of these attributes is given a point score in the range of 0 to 5. The scores are determined by company resumes, references, Council's previous experience and details of the system of work to be used, ie, plant, people and process.

The point score is multiplied by the weighting factor which gives an attribute value, and these values are added together for each Tender to give a ranking score.

Point scores are based on the following:

5	Excellent	Top five percentile
4	Very good	Top quartile
3	Good	Better than average - second quartile
2	Acceptable	Third quartile
1	Marginally adequate	Lower quartile
0	Unsatisfactory	

For assessment of price, the point score is calculated as follows:

$P = 2.5 + 5(\$M - \$T)/\$M$  Where  $\$T$  is the submitted tender price and  $\$M$  is the median price of tenders received.

*Tender Evaluation*

<b>Tenderer</b>	<b>Tender Assessment Ranking</b>
Anthony T Lindsay P/L Benalla	2
Boral Resources (VIC) P/L Port Melbourne	5
Downer EDI P/LWodonga	3
Menzplant P/L Narrandera	1
Sprayline P/L Dandenong South	4
State Asphalt Services P/L Prestons	6

Based on the evaluation of the tenders received, it is recommended that the tender be awarded to Menzplant P/L of Narrandera. The contract can be funded from available budgets.

**RECOMMENDED:**

1. THAT Council accept the tender from Menzplant P/L based on the tendered schedule of rates in an amount of \$1,360,132.89 (incl GST) for Contract 18/03 bitumen resealing works for 2017/2018, be awarded the first year of the contract with the option to extend the contract by one (1) year if both parties agree; and
2. THAT all tenderers be advised accordingly.

**P GALL**  
**DIRECTOR INFRASTRUCTURE AND ENVIRONMENT**