



SPECIAL COUNCIL AGENDA

CITY OF PALMERSTON

**Notice of Special Council Meeting
To be held in the Alderman's Room
Civic Plaza, Palmerston
on Monday 11 July 2016 at 5.00pm.**

Ricki Bruhn
Chief Executive Officer

Any member of Council who may have a conflict of interest, or a possible conflict of interest in regard to any item of business to be discussed at a Council meeting or a Committee meeting should declare that conflict of interest to enable Council to manage the conflict and resolve it in accordance with its obligations under the Local Government Act and its policies regarding the same.

Audio Disclaimer

An audio recording of this meeting is being made for minute taking purposes as authorised by City of Palmerston Policy MEE3 Recording of Meetings, available on Council's Website.

1 PRESENT

2 APOLOGIES

3 DEPUTATIONS / PRESENTATIONS

Nil.

4 OFFICER REPORTS

4.1 Archer Landfill Rehabilitation Stage 1 – Award of Contract

8/0925

5 CONFIDENTIAL REPORTS

Nil.

6 CLOSURE



ITEM NUMBER: 4.1 Archer Landfill Rehabilitation Stage 1 – Award of Contract
FROM: Acting Director of Technical Services
REPORT NUMBER: 8/0925
MEETING DATE: 11 July 2016

Municipal Plan:

3. Environment & Infrastructure

3.2 Assets and Infrastructure

3.2 We are committed to maintaining and developing community assets and infrastructure which meet the needs of our community

Summary:

The City of Palmerston called tenders for TS2016-06 Archer Landfill Rehabilitation – Stage 1 by public advertisement in the NT News, City of Palmerston web site and Tenders.Net. Tenders closed 17 June 2016 with six tenders received. The tender evaluation panel assessed the tenders based on both price and non-price criteria and following interviews with short listed tenderers, recommend that Aldebaran Contracting offers the best value for money. Council is asked to:

- receive this report
- award Lump Sum Contract TS2016-06 Archer Landfill Rehabilitation – Stage 1 to Aldebaran Contracting for the lump sum amount of \$1,292,432.60 (inclusive GST)
- approve the Mayor and Chief Executive Officer signing and sealing all required contract documentation for Contract TS2016-06

RECOMMENDATION

1. THAT Council receives Report Number 8/0925.
2. THAT Council award Lump Sum Contract TS2016-06 Archer Landfill Rehabilitation – Stage 1 to Aldebaran Contracting for the lump sum of \$1,292,432.60 (inclusive GST).
3. THAT Council approve the Mayor and Chief Executive Officer signing and sealing all required contract documentation for Contract TS2016-06.

Background:

Council considered confidential report 8/0870 at a Special Council Meeting on the 11 May 2016 and Council Decision 8/1971 approved:

- *Stage 1 works be tendered immediately*
- *Approved an allowance of \$2.45M be made in the 2016-17 draft budget for the construction of Stage 1 of the Archer Landfill Rehabilitation*

The City of Palmerston subsequently called tenders for the construction of Archer Landfill Rehabilitation – Stage 1 on the 26 May 2016 by public advertisement in the NT News as required under the *Local Government (Accounting) Regulations*. Tenders were also advertised on the City of Palmerston website and Tenders.Net (Australasia). Tender documentation was downloaded by 42 organisations. Tenders closed at 1400 CST 17 June 2016 with six tenders received.

General:

Tenders were evaluated by the tender evaluation panel which was comprised of:

- EDI Committee Chairman – Alderman Paul Bunker
- Chief Executive Officer – Ricki Bruhn
- Major Projects Officer – Gary Boyle

Submitted tenders including the indicated price are shown below in Table 1.

Table 1: Tenders as submitted - in order of opening

<i>Ref</i>	<i>Tenderer</i>	<i>Indicated Total *</i>
1	Allan King and Sons	\$3,263,455.91
2	Norbuilt	\$1,956,484.72
3	City Earthmoving	\$1,700,800.20**
4	Aldebaran Contracting	\$1,292,432.60
5	DAC Enterprises	\$3,437,731.80
6	BMD Urban	\$2,649,922.97

**All prices shown are GST inclusive*

***City Earthmoving amount is \$1,522,600.20 without provisional sum*

The tender evaluation panel assessed all tenders as if they were conforming however the:

- Allan King and Sons tender was considered non-conforming as Tender Form 10 was not witnessed
- City Earthmoving tender listed two items as non-conforming, included the provisional sum for supplying additional material to site but did not include a number of other items such as the landfill gas monitoring bores

The non-conforming tenders would need to be formally considered by Council prior to awarding a contract to Allan King and Sons or City Earthmoving.

Tenders were assessed on both price (60%) and non-price criteria (40%) including:

- Contractor's capacity 5%
- Contractor's experience 10%
- Contractor's past performance 10%
- Contractor's ability to meet timeframe 10%
- Support for local industry 5%

Based on the assessment criteria the tenders were ranked as shown in Table 2 and the tender evaluation panel shortlisted Aldebaran Contracting, City Earthmoving and Norbuilt for further consideration and interview.

Table 2: Tender ranking based on assessment criteria

Tenderer	Ranking
Aldebaran Contracting	1
City Earthmoving	2
Norbuilt	3
BMD Urban	4
Allan King and Sons	5
DAC Contracting	6

Referee reports were sort for Aldebaran from Department of Infrastructure; City Earthmoving from Sunbuild and Norbuilt from Department of Infrastructure.

Aldebaran Contracting performed well at the tender interview and the tender evaluation panel considered that Aldebaran had considered in detail the required works. Aldebaran has some previous experience in mine rehabilitation works and offered Council a revegetation method that Aldebaran has used successfully elsewhere. The proposed revegetation method will not require Council to construct a temporary water main to site from the Archer bore. Aldebaran has allowed to import materials to site but can offer Council potential cost savings if suitable materials can be won on site.

Based on the submitted tenders, referee reports and tender interviews, the tender evaluation panel consider that the tender submitted by Aldebaran Contracting offers Council the best value for money.

Financial Implications:

Council Decision 8/1971 in-part, approved that an allowance of \$2.45M be made in the 2016-17 draft budget for the construction of Stage 1 of the Archer Landfill Rehabilitation. The tendered price is within the approved budget.

Legislation/Policy:

Section 29 of the *Local Government (Accounting) Regulations* require a council to publically call tenders for all works over \$100,000.

City of Palmerston Delegations Manual authorises the Chief Executive in conjunction with the Mayor to execute contracts or other documents requiring the Common Seal.

Recommending Officer: Gerard Rosse, Acting Director of Technical Services

Any queries on this report may be directed to Gerard Rosse, Acting Director of Technical Services on telephone (08) 8935 9958 or email gerard.rosse@palmerston.nt.gov.au.

Author: Gary Boyle, Major Projects Officer

Schedule of Attachments:

Attachment A: Nil.