

14.2 Munday Avenue - Tender Selection Criteria and Delegation

File Ref:	D24/43413
Previous Items:	Nil.
Applicant:	Nil.
Author and Title:	Alan Smith, Director Infrastructure Services
Declaration of Interest:	Nil.
Voting Requirements:	Absolute Majority
Appendices:	Nil.

Recommendation/Council Decision OCM24/165

Moved: Cr S Lee

Seconded: Cr G Black

That Council:

1. **Endorses the selection criteria for various works as provided in the body of this report for the engagement of relevant contracts and consultancies to enable Construction of the extension to Munday Avenue and new intersection with Greenlands Road and any other associated works;**
2. **Approves for the Chief Executive Officer to publicly invite tenders State wide for the various works in accordance with the provisions of the Local Government Act 1995; and**
3. **Delegates responsibility to the Chief Executive Officer to approve tender selection up to a maximum value of \$1,000,000 (Ex GST) to enable a proactive turnaround for any contract works with the option of any tender being referred Council for a decision.**

In Favour: President David Bolt, Crs Douglas McLarty, Geoff Black, Steve Lee, Ange Rogers, David Pike, Stewart Carter and Nicole Willis

Against: Nil.

CARRIED BY ABSOLUTE MAJORITY 8:0

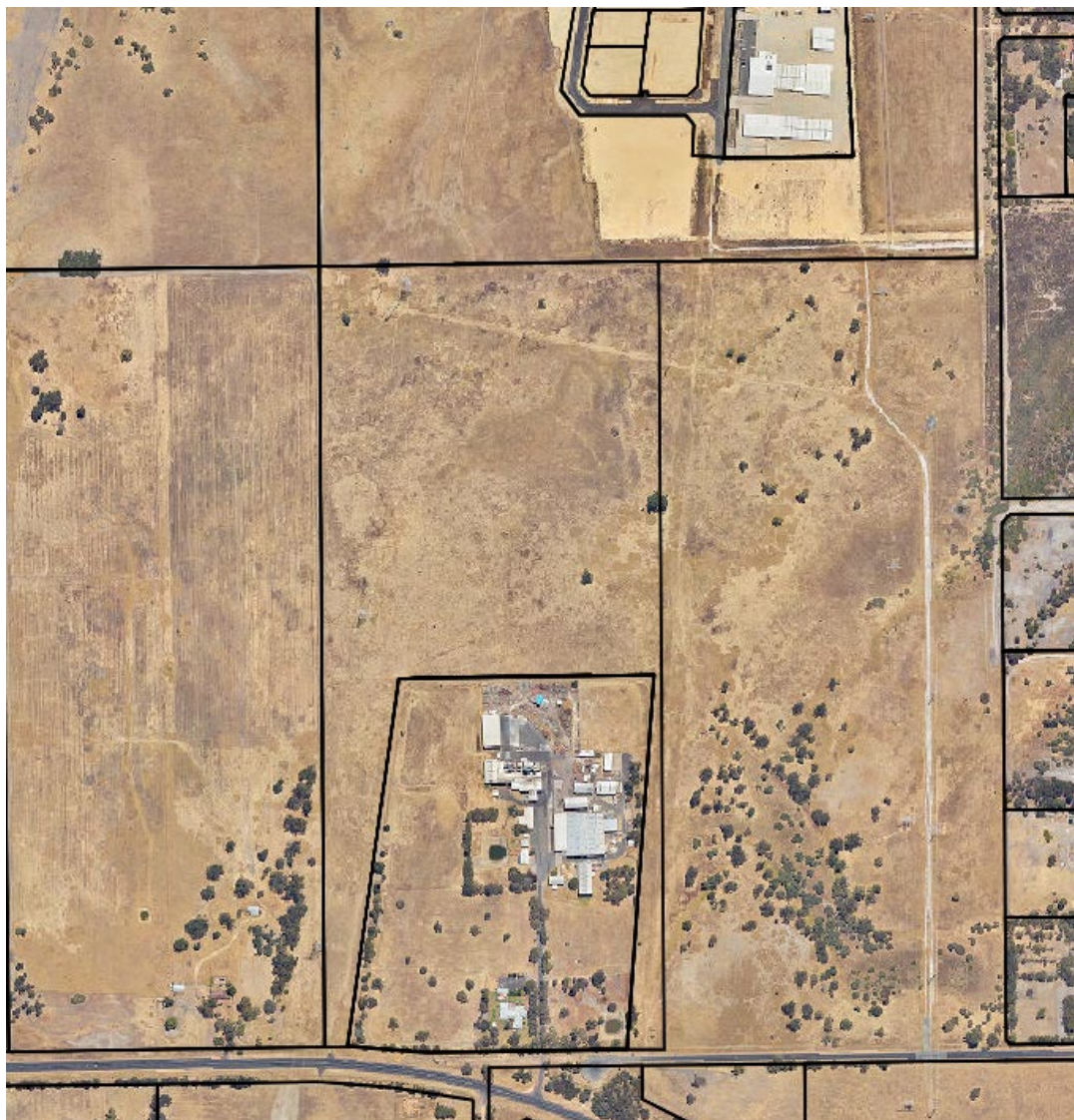
In Brief

- Agreement has been reached with the State Government to construct the extension of Munday Avenue and new intersection with Greenlands Road and any associated works to service the existing Pinjarra Industrial Area.
- Primary roadworks for the extension of Munday Avenue are being coordinated by the Shire of Murray Civil Team.
- Intersection works at Greenlands Road will be coordinated by contract in conjunction with Main Roads.
- Associated works may trigger the need for tenders to be advertised.
- Ensure correct process for tender selection criteria.
- Due to tight timeframes to complete the works it is proposed to delegate a capped value of tendered works to the Chief Executive Officer.
- Where the Chief Executive Officer deems it necessary the tender will be directed to Council for approval.

Background

The Shire of Murray has been working with the State government to enable a road link between Munday Avenue and Greenlands Road, this link would provide essential transport opportunities and form the initial southern stage of the Western Deviation. Initial funding of \$2.5M was approved to

progress the planning and design, following the initial 50% design phase the full cost of the project was identified and additional funding was needed. The State has recently approved a further \$4.5M in funding to enable the full project to proceed.



Report Detail

The primary road works for the extension to Munday Avenue will be delivered by the Shire of Murray Civil Works Team, the new intersection of Greenlands Road (under Main Roads jurisdiction) will be contracted in liaison with Main Roads. There are differing other works that need to be undertaken to enable the road works to be progressed with the value of these works potentially exceeding the \$250,000 purchasing threshold and requiring tenders to be advertised.

There is a requirement to approve the tender selection criteria that will be built into the tender documentation and tender evaluation. There may be a number of tenders that vary in detail and contract type therefore a variety of selection criteria is proposed to be recommended.

The primary support works that may require tendering include the following:

- Materials & Transport – Sand, road base etc.
- Contract works – Roadworks, Earthworks, Fencing, Drainage, Clearing etc.
- Consultancies - Survey, Design etc.

To engage suitably qualified contractor/consultants it is important to have appropriate selection criteria for the various works, options for selection criteria are provided below:

Detailed Contract Works:

Criteria	Detail	Weighting
Experience	Demonstrated successful experience in similar projects/contracts.	20%
Methodology	Clearly articulate the methodology to be implemented for the project.	10%
Capacity	Outline your capacity to undertake the appointment and the resources to be allocated.	20%
Demonstrated Understanding	Demonstrate your understanding of the project requirements.	10%
Financial Capacity	Price and Price Structure/Financial Capacity to Perform Services.	40%

General Contract Works:

Criteria	Detail	Weighting
Experience	Demonstrated successful experience in similar projects/contracts.	20%
Methodology	Clearly articulate the methodology to be implemented for the project.	20%
Capacity	Outline your capacity to undertake the appointment and the resources to be allocated.	20%
Financial Capacity	Price and Price Structure/Financial Capacity to Perform Services.	40%

General Consultant Works

Criteria	Detail	Weighting
Experience	Demonstrated successful experience in similar projects/contracts.	20%
Methodology	Clearly articulate the methodology to be implemented for the project.	10%
Capacity	Outline your capacity to undertake the appointment and the resources to be allocated.	10%
Demonstrated Understanding	Demonstrate your understanding of the project requirements.	20%
Financial Capacity	Price and Price Structure/Financial Capacity to Perform Services.	40%

The Shire of Murray have timeframes to progress works, therefore any ability to improve the turnaround of tenders and contracted works will add value to the delivery of the project within the required timeframes. The option to give delegated authority to the Chief Executive Officer for the tender selection would prove beneficial, with the option of any tender being directed to Council where necessary.

Council Plan

Focus Area	Place
Outcome 10	It is easy to move around the Shire safely and sustainably.
Objectives 10.1	Improve the local road network.
Actions 10.1.2	Advocate for funding for the Western Deviation to complete the overarching Pinjarra Heavy Haulage Deviation Project.

Other Strategic Links

Nil.

Statutory Environment

Council Policy W12 – Private Works

Sustainability & Risk Considerations

Economic – (Impact on the Economy of the Shire and Region)

The development of further commercial opportunities will add increased value to the Pinjarra Industrial Area, this in turn will provide ongoing job options for the Shire and Region.

Social – (Quality of life to community and/or affected landowners)

Nil.

Environment – (Impact on environment’s sustainability)

Nil.

Policy Implications

Purchasing – Policy G11

Risk Management Implications

<i>Risk Level</i>	<i>Comment</i>
Low	Ensure the tender requirements are being met and align to the <i>Local Government Act 1995</i> requirements.

Consultation

Main Roads

State Government

Resource Implications

Financial

Funding for the project is fully funded through the State Government.

Workforce

The project will be delivered utilising existing staff resources.

Options

1. Supporting the selection criteria for the various works required for the Munday Avenue Extension and Greenlands Intersection and associated works.

2. Propose changes to the selection criteria for the various works required for the Munday Avenue Extension and Greenlands Intersection and associated works.
3. Support the delegation to the Chief Executive Officer for the selection to tenders.
4. Not support the delegation to the Chief Executive Officer for the selection of tenders.

Conclusion

The Shire of Murray has been progressing the design for these works since the initial funding of \$2.5M was allocated, following the initial 50% design phase that enabled the full funding allocation to be realised a further funding request was issued to the State for consideration and was subsequently approved.

The extend of works being undertaken within a project of this scale are varied and therefore there is a need to engage various contracts to assist in the delivery of the project. By delegating tender selection to the Chief Executive Officer could save up to 4 weeks on any specific tender, allowing for quicker turnaround and improved project planning.

It is also very important that should the Chief Executive Officer deem it necessary, that any tender can be referred to Council for a decision.