

SUPPLEMENTARY ITEMS

COUNCIL MEETING ON 23 FEBRUARY 2023

- 16. **OFFICERS' REPORTS:**
 - 16.4 Procurement: 20067 Parks and Facilities - Flood Damaged Assets
Reconstruction Project 3

Doc ID No: A8648256

This matter has been determined to be of a significant nature and approval has been given to refer this report to the Council as a late item.

ITEM: 16.4

SUBJECT: PROCUREMENT: 20067 PARKS AND FACILITIES - FLOOD DAMAGED ASSETS
RECONSTRUCTION PROJECT

AUTHOR: CATEGORY SPECIALIST

DATE: 9 FEBRUARY 2023

EXECUTIVE SUMMARY

This is a report concerning the establishment of a large-sized contractual arrangement following an Open Tender process for the Parks and Facilities, Flood Damaged Assets Reconstruction Project for an approximate purchase price of \$6,089,711.75 (excluding GST). H & G Contractors Pty Ltd are a local business and have nominated local suppliers that will support them in the delivery of the project, H & G Contractors Pty Ltd were identified as a local supplier through the Buy Ipswich Approach.

RECOMMENDATION:

LGR 228 TENDER FOR LARGE-SIZED CONTRACTUAL ARRANGEMENT GOODS AND/OR SERVICES (OVER CEO DELEGATION)

- A. That pursuant to Section 228 of the *Local Government Regulation 2012* (Regulation), Council award Tender No. for the delivery of Parks and Facilities Flood Damaged Assets Reconstruction Project to H & G Contractors Pty Ltd (Supplier).**
- B. That Council enter into a contractual arrangement with the Supplier at an approximate purchase price of \$6,089,711.75 excluding GST.**
- C. That pursuant to Section 257(1)(b) of the *Local Government Act 2009*, Council resolve to delegate to the Chief Executive Officer the power to take “*contractual action*” pursuant to section 238 of the Regulation, in order to implement Council’s decision.**

RELATED PARTIES

Ipswich City Council; and

- **H & G Contractors Pty Ltd**

IFUTURE THEME

Vibrant and Growing

PURPOSE OF REPORT/BACKGROUND

The purpose of this document is to seek approval to establish a large-sized contractual arrangement with the recommended Supplier to deliver the Parks and Facilities – Flood Damaged Assets Reconstruction Project while providing detail of the procurement process to arrive at the recommendation.

Council released a Tender to the open market via Vendor Panel (VP340369) on 14 December 2022 and 27 January 2023. The Tender process was administered by Council's Procurement Branch.

LEGAL IMPLICATIONS

This report and its recommendations are consistent with the following legislative provisions: *Local Government Regulation 2012*

POLICY IMPLICATIONS

The matter of this report is consistent with the Procurement Policy. No other policies have been identified that would be impacted.

RISK MANAGEMENT IMPLICATIONS

Should the recommendation not be adopted by Council then the reconstruction of community and recreational assets will be delayed, and risk not being completed in accordance with the Queensland Reconstruction Authority (QRA) key delivery dates. All community and recreational asset works must be completed by 30 June 2024.

FINANCIAL/RESOURCE IMPLICATIONS

In accordance with Council's Disaster Recovery Funding Arrangement (DRFA), the expressions of interest identifying work projects to QRA was required by 31 July 2022 following the announcement of this funding to local authorities for community and recreational assets rehabilitation works.

Reconstruction of community and recreational assets will be funded by QRA. There may be a delay in receiving approval of funding by QRA which is anticipated at being post contract execution with H & G Contractors Pty Ltd.

This will require funding to be covered by Ipswich City Council until funding is received by QRA. Presently, Council has only received the initial provisional approval under the QRA EO application process and final approval is yet to be granted. If QRA determines moderation and limited funding over some projects within the program Council may be required to fully fund those gaps.

COMMUNITY AND OTHER CONSULTATION

External/Community consultation was undertaken in the form of an Open Tender.

Internal consultation was undertaken with:

- **Stream 1 Program Stakeholders of Council's Flood Recovery Coordination Program**
- **Turner & Townsend Pty Ltd**
- **Procurement Branch of Corporate Services Department**

CONCLUSION

In conclusion, this report seeks Council approval on the recommendations to establish a large-sized contractual arrangement with H & G Contractors Pty Ltd for the delivery of 20067 Parks and Facilities, Flood Damaged Assets Reconstruction Project for an approximate purchase price of \$6,089,711.75 (excluding GST).

HUMAN RIGHTS IMPLICATIONS

HUMAN RIGHTS IMPACTS	
OTHER DECISION	
(a) What is the Act/Decision being made?	Act/Decision being made is detailed in the recommendations within this report
(b) What human rights are affected?	The parties involved are companies/corporations and the subject matter of the proposed engagement, act or decision being assessed will not affect human rights and further consideration is unnecessary.
(c) How are the human rights limited?	Not applicable
(d) Is there a good reason for limiting the relevant rights? Is the limitation fair and reasonable?	Not applicable
(e) Conclusion	Not applicable

ATTACHMENTS AND CONFIDENTIAL BACKGROUND PAPERS

1.	CONFIDENTIAL 20067 Recommendation to Award v1
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David Niebling
CATEGORY SPECIALIST

I concur with the recommendations contained in this report.

Marianne Young
PROGRAM COORDINATOR (COUNCIL ASSET FLOOD RECOVERY)

I concur with the recommendations contained in this report.

Matthew Mulroney
PROGRAM MANAGER (FLOOD RECOVERY)

I concur with the recommendations contained in this report.

Brett McGrath
MANAGER, ASSET SERVICES

I concur with the recommendations contained in this report.

Ross Muller
ACTING MANAGER, PROCUREMENT

I concur with the recommendations contained in this report.

Matt Smith
GENERAL MANAGER CORPORATE SERVICES

“Together, we proudly enhance the quality of life for our community”