

| • | Tender No. 16063 - Civil and Bridge Construction Works - Springfield Parkway and Springfield Greenbank Arterial, Springfield | | | |
|---|--|---|---|--|
| | Attachment 1 | Amended Officer's Report with updated financial information | 3 | |
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COUNCIL 25 FEBRUARY
MEETING AGENDA 2021

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ITEM: 15.8

SUBJECT: TENDER NO. 16063 - CIVIL AND BRIDGE CONSTRUCTION WORKS - SPRINGFIELD

PARKWAY AND SPRINGFIELD GREENBANK ARTERIAL, SPRINGFIELD

AUTHOR: CATEGORY SPECIALIST (BUILDING CONSTRUCTION AND MAINTENANCE)

DATE: 16 FEBRUARY 2021

EXECUTIVE SUMMARY

This is a report concerning the recommendation to award Tender 16063 Civil and Bridge Construction Works – Springfield Parkway and Springfield Greenbank Arterial, Springfield and seek Council's approval to award Contract 16063 to BMD Constructions Pty Ltd for the completion of bulk earthworks and construction of a single span bridge crossing Opossum Creek.

BMD Constructions Pty Ltd is recommended as the successful tenderer as they are considered to present the best value for money for this significant capital works project. BMD provided a very competitive price, and a clear methodology with extensive details and staging plans for all components. BMD Constructions Pty Ltd is not a local business however nearly 25% of the contract value will be spent within the local region.

The report recommends that Council resolve to enter into a contract with BMD Constructions Pty Ltd for Civil and Bridge Construction Works – Springfield Parkway and Springfield Greenbank Arterial, for the sum of three million eight hundred and nine thousand four hundred and eighty-one dollars and fifty-eight cents (\$3,809,481.58) excluding GST.

RECOMMENDATION

- A. That Tender No. 16063 Civil and Bridge Construction Works Springfield Parkway and Springfield Greenbank Arterial be awarded to BMD Constructions Pty Ltd (ABN 59 010 126 100).
- B. That Council enter into a contract with BMD Constructions Pty Ltd for Civil and Bridge Construction Works – Springfield Parkway and Springfield Greenbank Arterial, for the sum of three million eight hundred and nine thousand four hundred and eighty-one dollars and fifty-eight cents (\$3,809,481.58) excluding GST.
- C. That the Chief Executive Officer be authorised to negotiate and finalise the terms of the contract to be executed by Council and to do any other acts necessary to

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implement Council's decision in accordance with section 13(3) of the *Local Government Act 2009*.

RELATED PARTIES

The Evaluation Panel declared no conflicts of interest.

ADVANCE IPSWICH THEME

Managing growth and delivering key infrastructure

PURPOSE OF REPORT/BACKGROUND

The City of Ipswich identifies the need to upgrade or duplicate Springfield Parkway and Springfield Greenbank Arterial to four lanes to meet the population and employment growth in the area, and the associated travel demands.

The scope for Stage 1 Package 1 includes bulk earthworks in preparation for services relocations, retaining wall installation, stormwater and underground conduit installation. It also includes site preparation and construction of a single span 20m bridge crossing Opossum Creek including all earth works, civil works and structural works in preparation for Stage 1 Package 2.

As per the table below, the cost of Stage 1 Package 1 is \$3,809,481.58. This amount is consistent with the overall budget estimates for this project.

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LEGAL/POLICY BASIS

This report and its recommendations are consistent with the following legislative provisions: Local Government Act 2009 Local Government Regulation 2012

RISK MANAGEMENT IMPLICATIONS

No risks (legal or insurance) were identified with the recommended supplier. Details of commercial risks and mitigations are available in Attachment 3.

<u>Financial/Resource Implications amended at Council Ordinary Meeting of 25 February 2021.</u>
<u>Incorrect figures were represented in the report.</u>

FINANCIAL/RESOURCE IMPLICATIONS

| Overall Construction Budget including | \$ 20,319,764.00 | |
|--|-----------------------------|--|
| Contingency (10%) (includes budget for Package | \$5,025,000.00 | |
| 2 of this project) | | |
| Contract Award (BMD Constructions Pty Ltd) | \$3,809,481.58 | |

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| Under Budget / Estimate | \$16,510,282.42 |
|-------------------------|----------------------------|
| | \$1,215,518.42 |

COMMUNITY AND OTHER CONSULTATION

The Infrastructure and Environment (IED) as the contract user, were consulted and have endorsed the recommendation to award.

CONCLUSION

This report seeks the Council's approval to award Tender 16063 Civil and Bridge Construction Works – Springfield Parkway and Springfield Greenbank Arterial, Springfield to BMD Constructions Pty Ltd. Their offer as determined by the Evaluation Panel offers Council the best value for money.

ATTACHMENTS AND CONFIDENTIAL BACKGROUND PAPERS

| 1. | Fact Sheet |
|----|-------------------------------------|
| 2. | Location of Project |
| | |
| | CONFIDENTIAL |
| 3. | Recommendation to Award |
| 4. | Strategy and Tender Evaluation Plan |

Gavin Wright

CATEGORY SPECIALIST (BUILDING CONSTRUCTION AND MAINTENANCE)

I concur with the recommendations contained in this report.

Richard White

MANAGER, PROCUREMENT

I concur with the recommendations contained in this report.

Sonia Cooper

GENERAL MANAGER CORPORATE SERVICES

I concur with the recommendations contained in this report.

Graeme Martin

MANAGER, WORKS AND FIELD SERVICES

I concur with the recommendations contained in this report.

Sean Madigan

ACTING GENERAL MANAGER - INFRASTRUCTURE AND ENVIRONMENT

I concur with the recommendations contained in this report.

David Farmer

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CHIEF EXECUTIVE OFFICER

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