



Waitakere City Council  
*Te Taiao o Waitakere*

## NOTICE OF MEETING

# TENDERS SUBCOMMITTEE

I hereby give notice that a Meeting of the Tenders Subcommittee will be held on:-

**DATE:**            Friday                    1 December 2006                    **TIME:**            9.00 am

**VENUE:**        Waitakere Central, 6 Henderson Valley Road, Henderson, Waitakere

to consider the business as set out herein and to take any necessary action connected therewith.

pp

Ngareta Delamere  
**COMMITTEE SECRETARY**

Telephone (09) 836 8000 extn 8552

24 November 2006

### MEMBERSHIP:

Councillors    JM    Clews, QSO, JP (Chairman)  
                  RI    Clow (Deputy Chairman)

Chief Executive Officer

Director: City Services

Director: Corporate & Civic Services

Director: Strategy & Development

Director: Quality Assurance

Director: Finance

Maori Issues Manager

Mayor RA Harvey, QSO, JP (ex officio)

Deputy Mayor CA Stone (ex officio)

(Quorum 4 members)

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(The reports and recommendations contained in all agendas are reports and recommendations only and are not to be construed, in any way, as Council policy until adopted.)

**AGENDA FOR A MEETING OF THE TENDERS SUBCOMMITTEE TO BE HELD AT  
WAITAKERE CENTRAL, 6 HENDERSON VALLEY ROAD, HENDERSON,  
WAITAKERE, ON FRIDAY, 1 DECEMBER 2006,  
COMMENCING AT 9.00 AM**

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**AGENDA FOR A MEETING OF THE TENDERS SUBCOMMITTEE TO BE HELD AT  
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COMMENCING AT 9.00 AM**

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**1 APOLOGIES**



**2 URGENT BUSINESS**

Section 46A(7) of the Local Government Official Information and Meetings Act 1987 provides that where an item of business is not on the agenda, it may only be dealt with at the meeting if:

- (i) the Committee by resolution so decides; and
- (ii) the Chairman has explained at the beginning of the meeting (when open to the public) that the item will be raised for discussion and decision, why the item is not on the agenda, and why it cannot be delayed until a subsequent meeting.

The Committee may make a decision on a matter determined to be urgent.

**NOTE:** Urgent Business need not be dealt with now and may be delayed until later in the meeting.



**3 CONFIRMATION OF MINUTES**

Meeting Minutes - Friday, 3 November 2006

**RECOMMENDATION**

That the minutes of the Meeting of the Tenders Subcommittee held on Friday, 3 November 2006, as circulated, be taken as read and now be confirmed.



4 **CONTRACT NO. PK06027A - PIHA GORSE MAINTENANCE - APPROVAL TO PROCEED TO TENDER**

**PURPOSE OF THE REPORT**

The purpose of this report is to seek approval from the Tenders Subcommittee to publicly call for tenders for Contract No. PK06027A - Piha Gorse Maintenance for a period of one (1) year with a renewal period of a further one (1) year plus one (1) year.

**BACKGROUND**

The Piha Road Gorse Management Plan was adopted by the Waitakere Community Board in August 2004. The plan outlines management options for the control of gorse along Piha Road and the reinstatement of native vegetation as a roadside buffer, within a 10 year timeframe to reduce the fire risk posed by gorse and to reduce the spread of this plant. This contract is based on the outcomes and options identified in that plan.

The previous contract was awarded to Techscape Limited in December 2005 for a seven (7) month period.

**SCOPE OF WORK**

This project involves the programmed control of gorse within the road reserve along Piha Road. The management of roadside gorse is sectioned in three ways: no chemical control, releasing and inter-planting of natives or cut, paste and removal.

All gorse will be cut and stump treated using contact herbicide methods. No spraying is permitted under this contract. All gorse shall be removed and disposed of appropriately or chipped on site to reduce the risk of fire to the Piha Community.

**ISSUES**

The Piha Gorse Maintenance project requires continuity and consistency over the next three years to ensure that the programmed work is carried out according to the methodology laid out in the Piha Gorse Management Plan. The contract will be renewed only after a performance and price evaluation is carried out.

This contract will be awarded by means of the weighted attribute system.

The cost estimate for Contract No. PK06027A - Piha Gorse Maintenance for the next three (3) year is as follows:

	<b>Year 2006/2007</b>	<b>Year 2007/2008</b>	<b>Year 2008/2009</b>
<b>Budget Sum</b>	\$85,000	\$87,000	\$89,000

The removal of environmentally damaging plants supports the Green Network goal of seeking to ensure that the health of native ecosystems is protected and enhanced to ensure their long-term survival.

**Decision Making**

Options were identified for the control of gorse on the roadside along Piha Road in consultation with the Piha Residents and Ratepayers Association. These options have been assessed against relevant criteria in accordance with Section 77 of the Local Government Act 2002.

## RESOURCES

Funding for this contract has been included in the 2006-2016 Long Term Council Community Plan.

## SUMMARY

A contract with a period of one (1) year with a renewal period of one (1) year plus one (1) year is needed to ensure that the Piha Gorse Management Programme is carried out with continuity and consistency by one contractor who performs to a high level at an agreed price.

## RECOMMENDATIONS

1. That Contract No. PK06027A - Piha Gorse Maintenance - Approval to Proceed to Tender report be received.
2. That approval be given to publicly call for tenders for Contract No. PK06027A - Piha Gorse Maintenance - Approval to Proceed to Tender for a period of one year with a renewal period of one (1) year plus one (1) year.
3. That the result of the tender evaluation process for Contract No. PK06027A - Piha Gorse Maintenance - Approval to Proceed to Tender be reported back to the Tenders Subcommittee for approval.

Report prepared by: Helen Swinburne, Parks Contract Officer, Environmental.



## 5 CONTRACT NO. TA06053A - LINCOLN ROAD MICRO-SIMULATION AND SCHEME ASSESSMENT STUDY

### PURPOSE OF THE REPORT

The purpose of this report is to seek approval from the Tenders Subcommittee to award Contract No. TA06053A - Lincoln Road Micro-Simulation & Scheme Assessment Study.

### BACKGROUND

Waitakere City Council has received a number of related reports to determine development options under the aegis of the Lincoln Road Strategic Corridor Study (Strategic Corridor Report for Lincoln Road, MWH, January 2004) which was completed in January 2004. The area of this strategic corridor study was considerably more widespread than is intended for this micro-simulation and scheme assessment of proposals for the development of Lincoln Road itself.

Subsequent to the strategic corridor study, Council has refined the recommend proposals for Lincoln Road further, in line with further planning work for the development (or change) of land use along Lincoln Road. Of particular note is the planned intensified land use of the existing vineyards in the area of Central Park Drive and the intended development of the Henderson Town Centre to fulfil Central Business District status over the coming years.

Council's current preferred scheme for Lincoln Road is based on the concept of three traffic lanes in each direction plus a dedicated kerbside cycle lane, either side of a landscaped central median island. It is intended that the inside traffic lane in each direction will be a bus priority lane.

### SCOPE OF WORK

The purpose of the project is to identify a preliminary scheme for the provision of a high quality, multi-modal connection between the North-western Motorway and the core of Waitakere City centred on the developing Henderson Central Business District, with suitable connections to the developing land use along the route and cross-routes.

As such, the primary objective of this study is to provide a Scheme Assessment Report, using micro-simulation to determine the economic and engineering viability of options developed and describing their environmental and social effects and implications, suitable for funding application in light of the requirements of the Land Transport Management Act, ARLTS, WLTS and other strategic policies and requirements.

The project is for the consultant to develop models that includes;

- **Option 1** - The do-minimum;
- **Option 2A** - Council's preferred concept - upgraded conventional intersections other than grade separation of Great North Road / Swanson Road; with a bus lane, cycle lane and two general traffic lanes in each direction about a planted central median island;
- **Option 2B** - As for Option 2 but with an upgraded conventional intersection at Great North Road / Swanson Road;
- **Option 2C** - As for Option 2 but with a second grade separated intersection at Central Park Drive / Triangle Drive;
- **Option 3** - A consultant derived option.

### TENDERS RECEIVED

Tenders were publicly advertised with 7 sets of documents being uplifted. Three tenders were received by the closing date of 31 October 2006. These are summarised in Table 1 below:

TENDERER	REG OFFICE	TENDER PRICE (excl. GST)
MWH NZ Ltd	Greenlane	\$240,097.00
Opus International Consultants Limited	Auckland	\$395,000.00
Flow Transportation Specialists Limited	Ponsonby	\$590,150.00
<b>Pre-tender contract estimate</b>		\$350,000.00

**Table 1 - Summary of Tender Prices**

### TENDER EVALUATION

In accordance with the conditions of tendering, tenders were evaluated in line with the Weighted Attribute Method contained in Transfund New Zealand's "Competitive Pricing Procedures Manual".

These procedures require that where the tender includes Provisional Sums (work valued by the Principal and placed within the Schedule of Prices) they are deducted from the Tender Sum prior to evaluating each tender.

In this contract the value of Provisional Sums is \$35,000.

The “Two envelope process” as described in Section 2.7 of the above manual was followed. Under this method, only the first tender envelope is opened and the non-price attributes evaluated for all tenders before the second envelope containing the tender price is opened, and the tender prices duly included in the evaluation.

A summary of the evaluation results is shown in Table 2:

Tender Evaluation	Attributes	Exper.	Track Record	Tech Skills	Re-source	Man-agement	Method	Price	Total Weight
Tenderer	Weight	15%	15%	15%	15%	15%	20%	20%	1
	Tender Sum	Grades							Index
MWH NZ Ltd	\$240,097.00	65	65	71	71	76	69	81	0.82
Opus International Consultants Ltd	\$395,000.00	75	65	66	71	75	79	37	0.76
Flow Transportation Specialists Ltd	\$590,150.00	79	65	73	60	71	69	-19	0.62
Median Tender Price	\$350,000.00								

**Table 2 - Summary of Tender Evaluation**

### TAGS, ERRORS OR OMISSIONS

There were no tags, errors or omissions in Opus International Consultants Limited tender.

There were no tags, errors or omissions in Flow Transportation Specialists Limited tender.

There were no tags, errors or omissions in MWH NZ Limited tender.

### CREDIT CHECK

A credit check dated 25 October 2006 revealed no adverse information.

### SUMMARY

The results of the tender evaluation as summarised in Table 2 shows that the tender submitted by MWH NZ Limited achieved the highest index of 0.82. This tender is also the lowest priced tender.

As part of Council’s contracting process “Quality and Health and Safety is not negotiable” - all contractors have had this focus clearly reinforced through the contract documents and this will be strongly reiterated at the subsequent pre-start meeting and imposed during the contract period.

### JOB COSTS

#### excl. GST

Tender sum - MWH NZ Limited	\$240,097.00
Contingency	<u>\$ 23,903.00</u>
Total Job Cost	\$264,000.00

## SOURCE OF FUNDING

Budget Description (from Annual Budget line item)	Codes	Budget	Committed to Other Projects	Allocation to This Project	Unallocated Balance
Sub-Cap: Lincoln Road -Triangle	75-9062- 45980-022	\$ 303,000	\$ 5,000	\$ 264,000	\$ 34,000

## RECOMMENDATIONS

1. That the Contract No. TA06053A - Lincoln Road Micro-Simulation & Scheme Assessment Study report be received.
2. That the tender from MWH NZ Limited for Contract No. TA06053A - Lincoln Road Micro - Simulation & Scheme Assessment Study in the sum of \$240,097.00 plus \$30,012.10 GST, totalling \$270,109.10 be accepted.
3. That authority to enter into Contract No. TA06053A - Lincoln Road Micro-Simulation & Scheme Assessment Study on behalf of Council be delegated to the Group Manager: Asset Management.

Report prepared by: Honwin Shen, Senior Transport Engineer: Data & Models.



## 6 CONTRACT NO. TA06036A - STREET LIGHT CAPITAL WORKS 2006-2009

### PURPOSE OF THE REPORT

The purpose of this report is to seek approval from the Tenders Subcommittee to publicly call for tenders Contract No. TA06036A - Street Light Capital Works 2006-2009 for a period of three (3) years.

### BACKGROUND

In 2003 Waitakere City Council commissioned a review of its illumination levels in roads classified as local streets within the urban part of the city. The survey measured the illumination level of 1101 local roads using a vehicle mounted light meter. Based on the data collected on traffic volume and road hierarchy information, a list of 546 roads where illumination levels were considered unsatisfactory was produced. A recommend priority list based on road classification and traffic volume was compiled and a preliminary cost estimate to bring illumination levels up to AS/NZS 1158 standard was also included in this report.

Funds have been provided in the 2006-2016 Long Term Council Community Plan to upgrade street lighting levels in local streets within the urban part of the city to bring illumination levels up to AS/NZS 1158 standard over the course of ten years. This professional services contract is for the design, physical works, contract preparation, and contract supervision for the first three years of the upgrade programme.

Over the last two years Council officers have kept a record of all requests from members of the public for street lighting upgrades which warranted further investigation but for which there was no immediately available budget. Council has budgeted funds in the Long Term Council Community Plan for the investigation and, where suitable, implementation of these requests.

## SCOPE OF WORK

This contract will commence 31 January 2007 and conclude 30 June 2009. This professional services contract is for design, preparation, tender administration and supervision associated with the physical works of the street lighting contract, covering the bulk of Council's street lighting upgrade works over the next three years.

## ISSUES

It is intended that the capital works for the bulk of the next three years street light upgrade programme be scoped during 2006/2007 and the early part of 2007/2008. The remaining period of the contract will consist of supervision of physical works to carry out the work designed earlier. Forward design of this work will allow a large contract to be let covering a period of two years. By letting a single contract containing a large block of street lighting work that will be undertaken over the course of several years the most competitive prices can be obtained from contractors tendering for the work.

The cost estimate for Contract No. TA06036A - Street Light Capital Works 2006-2009 over the three (3) year contract period is as follows:

	Year 2006/2007	Year 2007/2008	Year 2008/2009
<b>Budget Sum</b>	\$163,000	\$53,000	\$33,000
<b>Budget Available</b> 75-9885-53760	\$505,000	\$518,000	\$531,000

## RESOURCES

Funding for this contract has been included in the 2006-2016 Long Term Council Community Plan under the Improved Illumination in Local Roads and New Street Lights budgets.

## CONCLUSION

A professional services contract spanning three financial years is recommended to encourage contractors tendering for street lighting capital works to submit the most competitive prices for this work.

## RECOMMENDATIONS

1. That the Contract No. TA06036A - Street Light Capital Works 2006-2009 report be received.
2. That approval be given to publicly call for tenders for Contract No. TA06036A - Street Light Capital Works 2006-2009 for a three (3) year contract period.
3. That the result of the tender evaluation process for Contract No. TA06036A - Street Light Capital Works 2006-2009 be reported back to the Tenders Subcommittee for approval.

Report prepared by: Paul Schischka, Transport Engineer.



**7 CONTRACT NO. EW06006E - MC8 NEW LYNN - RIMU & REWA WASTEWATER RENEWALS**

**PURPOSE OF THE REPORT**

The purpose of this report is to seek approval from the Tenders Subcommittee to award Contract No. EW06006E - MC8 New Lynn - Rimu and Rewa Wastewater Renewals.

**BACKGROUND**

A1 Council has an objective to reduce flows in the wastewater network by 25% through the Infiltration and Inflow Control Programme. The New Lynn wastewater catchment is the first catchment to be assessed under this programme and rehabilitation work has already been carried out on public drains in mini-catchments (MC) MC4, MC9, MC21, MC2, and in part of MC7 and MC15. (See attachment at page A1 - New Lynn Mini-Catchments Sewer Rehabilitation - Progress).

The rehabilitation of MC8 is the next catchment on the priority list. The existing manholes in Rimu Street, Rewa Street, Wattle Street and Nikau Street are in poor condition and require rehabilitation. In addition all the public sewers in the area are in poor condition and require rehabilitation.

**SCOPE OF WORK**

The scope of the work includes:

- Construction of approximately 800 metres of 160 mm diameter PE80C wastewater pipeline by pipe bursting;
- Rehabilitation of approximately 400 metres of 150 mm diameter earthenware wastewater pipeline by structural lining;
- Construction of 12 new concrete manholes;
- Construction of five new plastic manholes and rehabilitation of four existing manholes;
- Replacement of existing service connections (see attachment at page A2).

**TENDERS RECEIVED**

Tenders were publicly advertised with eleven (11) sets of documents being uplifted. Five (5) tenders were received by the closing date of Tuesday, 10 October 2006. These are summarised in Table 1 below:

TENDERER	REG OFFICE	TENDER PRICE (excl. GST)
Horizontal Earth Drilling Limited	PO Box 65133, Mairangi Bay, Auckland	\$557,755.00
Interflow NZ Private Limited	PO Box 301047, Albany, Auckland	\$644,867.80
JB Pipeline Services Limited	PO Box 13447, Onehunga, Auckland	\$698,260.00
H&H Contractors Limited	PO Box 15084, New Lynn, Auckland	\$952,248.00
Civil Construction Group Limited	PO Box 46009, Herne Bay, Auckland	\$1,048,890.00
Pre-tender contract estimate		\$585,485.00

**Table 1 - Summary of Tender Prices**

**TENDER EVALUATION**

In accordance with the conditions of tendering, tenders were evaluated in line with the Weighted Attribute Method contained in Transfund New Zealand's "Competitive Pricing Procedures Manual".

The lowest priced tender was from Horizontal Earth Drilling Limited and the price is approximately 5% lower than the pre-tender contract estimate. However, the methodology proposed in the tender for rehabilitation of certain pipeline sections is different to the methodology specified in the design drawings, but accepted as an appropriate alternative by Council staff. Therefore, this tender was considered acceptable for evaluation as an alternative tender.

The second lowest priced tender was from Interflow NZ Private Limited. Interflow NZ Private Limited have proposed lining the pipeline sections rather than replacing them with new pipes. This is not acceptable due to the condition of those pipe sections. Therefore this option was rejected and was not considered for evaluation.

A summary of the evaluation results are shown in Tables 2 and 3:

Tender Evaluation	Attributes	Exper.	Track Record	Tech. Skill	Resour.	Manag. Skill	Method.	Price	Contract Number EW 06 006E	
									Total Weights	
Weights		10	10	5	10	10	5	50	100	
Tenderer	Tender Sum	Grades							INDEX	
JB Pipeline Services Limited	\$698,260.00	75	70	75	75	70	70	77	75	
H&H Contractors Limited	\$952,248.00	70	65	70	65	70	70	50	59	
Civil Construction Group Limited	\$1,048,890.00	60	65	65	60	60	70	40	51	
<b>Med.n Tender Price</b>	\$952,248.00									

**Table 2 - Summary of Tender Evaluation - Conforming Tenders**

Tender Evaluation	Attributes	Exper.	Track Record	Tech. Skill	Resour.	Manag. Skill	Method.	Price	Contract Number EW 06 006E	
									Total Weights	
Weights		10	10	5	10	10	5	50	100	
Tenderer	Tender Sum	Grades							INDEX	
Horizontal Earth Drilling Limited	\$557,755.00	70	65	70	65	65	70	91	79	
JB Pipeline Services Limited	\$698,260.00	75	70	75	75	70	70	77	75	
<b>Med.n Tender Price</b>	\$952,248.00									

**Table 3 - Summary of Tender Evaluation - Alternative Tender with the Highest Index Conforming Tender**

Scores for the non-price attributes were determined on the basis of information provided in each tender, on the information gathered from the referees nominated by the tenderers and on any recent experience with the tenderers.

Out of the four (4) tenders considered for evaluation, the highest score was gained by the alternative tender submitted by Horizontal Earth Drilling Limited. Their tender price is approximately 5% lower than the pre-tender contract estimate. They have nominated a team with the necessary resources and expertise to manage and undertake the work. Horizontal Earth Drilling Limited has undertaken works of a similar nature for Waitakere City Council and other local authorities in the region and this company has a good recent track record with stormwater and wastewater projects.

## TAGS, ERRORS OR OMISSIONS

The tender from Horizontal Earth Drilling Limited contained no arithmetic errors or tags. The technology they have specified for the line sections which were identified for structural lining in the original tender was Rib Loc Expanda pipe to be implemented by Interflow Private Limited as a sub contractor. This was subsequently changed to Slip lining with 140 PE C pipes using welded joints for house connections which will be done by Suburban Drainage Limited as the sub contractor. Horizontal Earth Drilling Limited confirmed in writing regarding the changes to the technology, sub contractors and that the original tender sum remains unchanged.

There were no omissions, tags or errors in the tender submitted by JB Pipeline Services Limited.

There were no omissions in the tender submitted by H&H Contractors Limited, but a summation error was detected, resulting in the tender sum being \$400.00 less than the true total. There were also 12 tags. These were not considered in the tender evaluation as the resolution of the tags and errors would not affect the outcome of the tender evaluation.

There were no omissions in the tender submitted by Civil Construction Group Limited, but a summation error was detected, resulting in the tender sum being \$700 less than the true total. This was not taken up with the Tenderer as their tender price is the fourth lowest and the resolution of the errors would not affect the outcome of the tender evaluation.

## CREDIT CHECK

A credit check on Horizontal Earth Drilling Limited dated 25 September 2006 revealed no adverse information.

## SUMMARY

The results of the tender evaluation as summarised in Tables 2 and 3 show that the alternative tender submitted by Horizontal Earth Drilling Limited achieved the highest overall index of 61. This tender is the lowest priced tender received.

It is considered that Horizontal Earth Drilling Limited has the necessary expertise and resources to satisfactorily carry out the works.

As part of the Council's contracting process "Quality and Health and Safety is not negotiable" - all contractors have had this focus clearly reinforced through the contract documents and this will be strongly reiterated at the subsequent pre-start meeting and imposed during the contract period.

## JOB COSTS

	<b>excl. GST</b>
Contract Price -	
Alternative tender from Horizontal Earth Drilling Limited	\$ 557,755.00
Contingency (10%)	\$ 55,775.00
Engineering & Supervision (10%)	<u>\$ 55,775.00</u>
Total Job Cost	<u>\$ 669,305.00</u>

## SOURCE OF FUNDING

Budget Description (from Annual Budget line item)	Codes	Budget	Committed to Other Projects	Allocation to This Project	Unallocated Balance
WW Renewals I/I Programme	85-9835-25220	\$3,920,000	\$1,043,482.00	\$669,305.00	\$2,207,213.00

## RECOMMENDATIONS

1. That the Contract No. EW06006E - MC8 New Lynn - Rimu and Rewa Wastewater Renewals report be received.
2. That the tender from Horizontal Earth Drilling Limited for Contract No. EW06006E - MC8 New Lynn - Rimu and Rewa Wastewater Renewals, in the sum of \$557,755.00 plus \$69,719.38 GST, totalling \$627,474.38 be accepted.
3. That authority to enter into Contract No. EW06006E - MC8 New Lynn - Rimu and Rewa Wastewater Renewals on behalf of Council be delegated to the Group Manager: Project Services.

Report prepared by: Disna Pathirage, Senior Environmental Engineer, Project Services



## 8 CONTRACT NO. CM06003B - WAIKUMETE CEMETERY ROADING UPGRADES 2006/2007

### PURPOSE OF THE REPORT

The purpose of this report is to seek approval from the Tenders Subcommittee to award Contract No. CM06003B - Waikumete Cemetery Roading upgrades 2006/2007.

### BACKGROUND

Waikumete Cemetery has an ongoing programme of improvements to cemetery roads. Following consultation with Parks Assets, cemetery management and interest groups internally and externally, several roads have been prioritised for work in the 2006/2007 financial year.

### SCOPE OF WORK

This contract is for localised stormwater improvements, road maintenance repair works and sealing of several roads within the cemetery.

Work includes, but not limited to the following items:

- Earthworks;
- Construction of stormwater channels and swales;
- Localised road reconstructions, dig-out repairs and asphaltic concrete pre-levelling;
- Two coat chipsealing;
- Grass reinstatements;
- Standard speed humps and signage;
- Other affiliated works.

There are six construction sites

- Amber Crescent (Anzalea Avenue to Narcissus Road, 830 m long);
- Agathis Rise;
- Waitakere View Road (Acmena Avenue to Magnolia Way; 380m long);
- Daffodil Drive (70m long from Crocus road and 160m long from Acmena Avenue);
- Crocus Drive (From Old Chapel Way to Daffodil Drive; 130m long);
- Six speed humps, (along Soldiers Way, Acmena Avenue and Eucalyptus Avenue).

### TENDERS RECEIVED

Tenders were publicly advertised with ten (10) sets of documents being uplifted. Five (5) tenders were received by the closing date of Tuesday, 31 October 2006. These are summarised in Table 1 on the next page:

TENDERER	REG. OFFICE	TENDER PRICE (excl. GST)
HEB Smithbridge Limited	Drury	\$252,708.20
Wharara Civil Engineering Limited	Herne Bay	\$268,872.00
Civil Underground Limited	Onehunga	\$327,575.00
Auckland Civil Limited	North Shore	\$331,115.50
Fulton Hogan Limited	Silverdale	\$335,054.46
<b>Pre-tender contract estimate</b>		<b>\$274,677.00</b>

**Table 1 - Summary of Tender Prices**

### TENDER EVALUATION

In accordance with the conditions of tendering, tenders were evaluated in line with the Weighted Attribute Method contained in Land Transport New Zealand's "Competitive Pricing Procedures Manual."

These procedures require that where the tender includes Provisional Sums (work valued by the Principal and placed with in the Schedule of Prices). They are deducted from the Tender Sum prior to evaluating each tender.

In this contract the value of Provisional Sums is \$2000. A summary of the evaluation results is shown in Table 2:

Tender Evaluation	Attributes	Experience	Track Record	Technical skills	Resource	Management	Method	Price	Contract Number: CM06003B	
									Total Weights	
	Weights	10	10	5	5	5	5	60	100	
Tenderer	Tender Sum	Grades							INDEX	
HEB Smithbridge Limited	\$250,708.20	80	70	72	75	69	76	73	73	
Wharara Civil Engineering Limited	\$266,872.00	53	35	47	49	37	55	68	Disqualified	
Civil Underground Limited	\$325,575.00	61	35	66	67	35	65	50	Disqualified	
Auckland Civil Limited	\$329,115.00	76	74	78	71	72	63	49	59	
Fulton Hogan Limited	\$333,054.46	75	73	76	77	74	78	48	59	
<b>Median Tender Price</b>	\$325,575.00									

\* Attribute grading as defined by Transit NZ in their CPP Tender Evaluation Manual Effective 1 March 1997

**Table 2 - Summary of Tender Evaluation**

Wharara Civil Engineering Limited and Civil Underground Limited have been scored low in Track Record and Management Skills. This is due to poor performance for Council on projects over the past 12 months. This has resulted in both companies being disqualified from the tender evaluation.

HEB Smithbridge Limited and their earlier company HEB Contractors Limited has recently completed Henderson Valley Road Stage 1, Clark Street widening and reconstruction, Lincoln Road widening and Glengarry Road widening and footpath contracts, and several other smaller contracts for Waitakere City Council, all to a good standard.

### **TAGS, ERRORS OR OMISSIONS**

Wharara Civil Engineering Limited had not included sub totals of some scheduled items in their tender sum. Fulton Hogan Limited had small arithmetic errors in their tender. Neither of these errors had any impact on the tender evaluation so the matters were not pursued.

There were no other tags, errors or omissions.

### **CREDIT CHECK**

A credit check on HEB Smithbridge Limited, dated August 2006, indicates that the company was founded in 2005, and incorporated on 22 August 2005 in Auckland District, having an address of 11 Hall Street, Pukekohe. The credit check revealed no adverse information. The company had previously stated that the new company amalgamated HEB Contractors Limited and Smithbridge Contractors Limited.

### **SUMMARY**

The results of the tender evaluation as summarised in Table 2 shows that the tender submitted by HEB Smithbridge Limited achieved the highest index of 73. This tender is also the lowest priced tender.

The recent history of HEB Smithbridge Limited is that the company has provided satisfactory workmanship and management skills. They are a large well-resourced company, well experienced in this type of contract.

As part of Council's contracting process "Quality and Health and Safety is not negotiable" contractors have had this focus clearly reinforced through the contract documents and this will be strongly reiterated at the subsequent pre-start meeting and imposed during the contract period.

### **JOB COSTS**

	<b>excl. GST</b>
Tender Sum - HEB Smithbridge Limited	\$252,708.20
Contingency	\$27,467.70
Engineering & Supervision	\$46,155.00
Total Job Cost	<u>\$326,330.90</u>

### SOURCE OF FUNDING

Codes	Budget	Committed to other projects	Allocation to this project	Unallocated Balance
75-9525-30200	\$350,000	\$23,000	\$327,000	\$0
			<b>\$327,000</b>	

### RECOMMENDATIONS

1. That the Contract No. CM06003B - Waikumete Cemetery Roding Upgrades 2006/2007 report be received.
2. That the tender from HEB Smithbridge Limited, for Contract No. CM06003B - Waikumete Cemetery Roding Upgrades 2006/2007, in the sum of \$252,708.20 plus \$31,588.53 GST, totalling \$284,296.73 be accepted.
3. That authority to enter into Contract No. CM06003B - Waikumete Cemetery Roding Upgrades 2006/2007, on behalf of Council be delegated to the Group Manager: Projects Services.

Report prepared by: Jagath Rupasinghe, Engineer Roding, Projects Services.

