



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                    23 March 2007                    **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.

14 March 2007

Ngareta Delamere  
**COMMITTEE SECRETARY**

Telephone (09) 836 8000 extn 8552

### 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, 23 MARCH 2007,  
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, 9 March 2007

**RECOMMENDATION**

That the minutes of the Meeting of the Tenders Subcommittee held on Friday, 9 March 2007, as circulated, be taken as read and now be confirmed.



**4 CONTRACT NO. EW06006G - MC19 NEW LYNN - MARGAN/HUTCHINSON/ISLINGTON WASTEWATER RENEWALS**

**PURPOSE OF THE REPORT**

The purpose of this report is to seek approval to award Contract No. EW06006G - MC19 New Lynn - Margan/Hutchinson/Islington 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. Rehabilitation works in MC8 is currently in progress. Attached at page A1 is the New Lynn Mini-Catchments Sewer Rehabilitation - Progress.

The rehabilitation of MC19 is the next catchment on the priority list. The existing manholes in Margan Avenue, Islington Avenue, Thom Place, Hutchinson Avenue and Craigbank Avenue are in poor condition and require rehabilitation. In addition public sewers in the area are either under capacity or in poor condition and require upsizing and renewal.

**SCOPE OF WORK**

The scope of the work includes:

- Upsizing of approximately 300 metres of existing 150 mm diameter earthenware wastewater pipes to 225 mm PE pipes by drilling.
- Upsizing of approximately 40 metres of existing 100 mm diameter earthenware wastewater pipes to 150 mm PE pipes by pipe bursting.
- Renewal of approximately 650 metres of existing 150 mm diameter earthenware wastewater pipes to 160 mm PE pipes by pipe bursting.
- Rehabilitation of approximately 400 metres of 150 mm diameter earthenware wastewater pipeline by structural lining.
- Construction of 17 new concrete manholes.
- Construction of 2 new plastic manholes and rehabilitation of 6 existing manholes.
- Replacement of existing service connections and testing house drains for defects.

A2

The New Lynn Inflow and Infiltration Control programme is attached at page A2.

**TENDERS RECEIVED**

Tenders were publicly advertised with thirteen (13) sets of documents being downloaded. One (1) tender was received by the closing date of Tuesday, 13 February 2007. Queries made with others who downloaded the documents revealed that the main reason for non submission of the tender was the complexity of the job and the scope of work not matching with the resources available with them. The tender result is shown in Table 1 below:

TENDERER	REG OFFICE	TENDER PRICE (excl. GST)
JB Pipeline Services Ltd	PO Box 13447, Onehunga, Auckland	\$759,840.00
Pre- tender contract estimate		\$663,615.00

**Table 1 - Summary of Tender Prices**

## TENDER EVALUATION

### Negotiations with the Tenderer

Following liaison with EcoWater and in accordance with the provisions in the conditions of tender, Project Services negotiated with JB Pipeline Service Ltd on bringing down the contract price closer to the pre-tender contract estimate. JB Pipeline Services Ltd agreed in writing to provide a discount of 4.5% across all scheduled items, thus bringing the contract price down to \$725,647, a saving of \$34,193 on the original tender price of \$759,840.

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".

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

Tender Evaluation	Attributes	Exper.	Track	Tech.	Resour.	Manag.	Method.	Price	Contract Number EW 06 006G Total Weights	
		Record	Skill	Skill						
	<b>Weights</b>	<b>10</b>	<b>10</b>	<b>5</b>	<b>10</b>	<b>10</b>	<b>5</b>	<b>50</b>	<b>100</b>	
Tenderer	Tender Sum	Grades							INDEX	
JB Pipeline Services Ltd	\$725,647.00	<b>70</b>	<b>75</b>	<b>75</b>	<b>75</b>	<b>70</b>	<b>70</b>	50	61	
Med.n Tender Price	\$725,647.00									

**Table 2 - Summary of Tender Evaluation**

Scores for the non-price attributes were determined on the basis of information provided in the tender, and on recent Council experience with the tenderer.

The tender submitted by JB Pipeline Services Ltd (with the negotiated discount) is approximately 9.3% higher than the pre- tender contract price.

JB Pipeline Services Ltd has proposed a team with the necessary resources and expertise to manage and undertake the work. They have undertaken works of a similar nature for Council and this company has a good recent track record with wastewater renewal projects.

### TAGS, ERRORS OR OMISSIONS

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

### CREDIT CHECK

A credit check on JB Pipeline Services Ltd dated 25 January 2007 revealed no adverse information.

### SUMMARY

The results of the tender evaluation as summarised in Table 2 show that the tender submitted by JB Pipeline Services Ltd achieved an overall index of 61. This tender is the only tender received.

Considering the complexity of the scope of work under this contract, the discounted price was considered to be acceptable (even though the discounted price is 9.3% higher than the pre-tender contract estimate). Re-tendering this contract was unlikely to produce a better result.

It is considered that JB Pipeline Services Ltd 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

excl. GST

Contract Price -	
Negotiated Tender from JB Pipeline Services Ltd	\$ 725,647.00
Contingency (10%)	\$ 72,564.70
Engineering & Supervision (10%)	\$ 72,564.70
Total Job Cost	<u>\$ 870,776.40</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	\$4,145,000	\$2,307,248	\$870,776	\$966,976

### RECOMMENDATIONS

1. That the Contract No. EW06006G - MC19 New Lynn - Margan/Hutchinson/Islington Wastewater Renewals report be received.
2. That the tender from JB Pipeline services Ltd for Contract No. EW06006G - MC19 New Lynn - Margan/Hutchinson/Islington Wastewater Renewals, in the sum of \$725,647.00 plus \$90,705.88 GST, totalling \$816,352.88 be accepted.
3. That authority to enter into Contract No. EW06006G - MC19 New Lynn - Margan/Hutchinson/Islington Wastewater Renewals on behalf of Council be delegated to the Group Manager: Project Services.

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



## 5 CONTRACT NO. PK06035A - AUTUMN REVEGETATION PROJECT

### PURPOSE OF THE REPORT

The purpose of this report is to seek approval from the Tenders Subcommittee to award Contract No. PK06035A - Autumn Revegetation Project.

### BACKGROUND

Funding was allocated through the Annual Plan 2006/2007 to purchase and plant pre-ordered Ecosourced native plants as part of the Green Network strategic platform. The planting being undertaken forms part of the development of ecological linkages from the Waitakere Ranges to the sea. All sites chosen form part of the Revegetation Programme and have been selected based on the ecological value and impact of not planting.

All plants required as part of this project were pre-ordered and grown by Techscape Ltd during 2005/2006 as part of Contract No. PK04638A - Ecosourced Plant Supply.

All plants supplied for this contract are grown in accordance with best horticultural practices and Waitakere City Council's Ecosourcing Code of Practice and Ethics. Audits of ecosourcing records and plant stock health checks are carried out to confirm this.

### SCOPE OF WORK

The scope of work outlined in this contract involves site preparation, extensive environmental weed control, planting of 66,000 Ecosourced plants (supplied by Techscape Ltd through a separate contract), mulching and follow up maintenance at selected sites in the following reserves throughout the city:

Riverside Reserve	Woodside Reserve
Marinich Reserve	Armada Reserve
Hamblyn Reserve	Foothills Lane Reserve
Ceramco Park	Waikumete Cemetery
Claridge Street Common	Waitakere Quarry
Springbank Esplanade	Jack Colvin Park
Hughes Esplanade Reserve	Gloria Park
Manutewhau Walk	Waimanu Bay Reserve
Pahi Park	Rua Reserve
Laingholm Scenic Reserve	Warner Walk
Western Park	La Rosa Garden Reserve
Green Bay Community Corner	

### TENDERS RECEIVED

Tenders were publicly advertised on Tenderlink with twenty (20) sets of documents being downloaded. Four (4) tenders were received by the closing date of Tuesday, 27 February 2007.

After the tender closed each tenderer was asked to submit a reduced Schedule of Prices because all tenders received at close of the tender were greater than the budgeted amount. The resubmitted tender sums are listed in Table 1.

These are summarised in Table 1 below:

TENDERER	REG OFFICE	TENDER PRICE (excl. GST)
Target Pest Contracting Ltd	PO Box 14025 Panmure Auckland	\$271,555.12
Techscape Ltd	Private Bag 302909 North Harbour	\$329,383.91
HEB Smithbridge Ltd	PO Box 226 Drury	\$463,226.75
Treefrog Nurseries Ltd	PO Box 35 Albany	\$588,848.66
<b>Pre-tender contract estimate</b>		<b>\$302,362.20</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 Transfund New Zealand's "Competitive Pricing Procedures Manual".

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

Tender Evaluation	Attributes	Exper.	Track	Tech.	Resour.	Manag.	Method.	Price	Contract No. PK06035A
			Record	Skill		Skill			Total Weights
	Weights	8	8	8	10	8	8	50	100
Tenderer	Tender Sum	Grades							INDEX
Target Pest Contracting Ltd	\$271,555.12	65	55	70	65	65	70	81	73
Techscape Ltd	\$329,383.91	80	55	75	80	65	80	67	70
HEB Smithbridge Ltd	\$463,226.75	75	60	70	80	70	70	33	52
Treefrog Nurseries Ltd	\$588,848.66	70	65	70	85	65	80	1	37
<b>Med.n Tender Price</b>	\$396,305.33								

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

**Table 2 - Summary of Tender Evaluation**

The results of the tender evaluation as summarised in Table 1 show that the tender submitted by Target Pest Contracting Ltd achieved the highest index of 73.

Target Pest Contracting Ltd were weighted down on experience because their tender showed evidence of weed control contract work they had carried out but not planting revegetation. Target Pest Contracting Ltd were weighted down on resources as this company has a small amount of equipment available to them but this equipment is adequate for the work required.

### TAGS, ERRORS OR OMISSIONS

The tender submitted by Target Pest Contracting Ltd contained a minor arithmetical error. It has no bearing on the outcome of the tender evaluation.

## CREDIT CHECK

A credit check dated 5 March 2007 revealed no adverse information.

## JOB COSTS

	<b>excl. GST</b>
Tender sum - Target Pest Contracting Ltd	\$271,555.12
Contingency	\$ 26,444.88
Total Job Cost	\$ 298,000.00

## SOURCE OF FUNDING

Budget Description (from Annual Budget line item)	Codes	Budget	Committed to Other Projects	Allocation to This Project	Unallocated Balance
Revegetation Programme	75-9825-49410	\$298,000	Nil	\$298,000	Nil

## SUMMARY

The results of the tender evaluation as summarised in Table 2 show that the tender submitted by Target Pest Contracting Ltd achieved the highest index of 73. 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.

## RECOMMENDATIONS

1. That the Contract No. PK06035A - Autumn Revegetation Project report be received.
2. That the tender from Target Pest Contracting Ltd for Contract No. PK06035A - Autumn Revegetation Project in the sum of \$271,555.12 plus \$33,944.39 GST, totalling \$305,499.51 be accepted.
3. That authority to enter into Contract No. PK06035A - Autumn Revegetation Project on behalf of Council be delegated to Group Manager: Asset Management.

Report prepared by: Helen Biffin, Parks Contracts Officer, Environmental.

