

**ITEM 22. SSROC TENDER - SUPPLY OF ROAD CONSTRUCTION MATERIALS AND SERVICES****FILE NO: S049856****TENDER NO: SRC-2006-AL-TA-R1****SUMMARY**

As a member of the Southern Sydney Regional Organisation of Councils, the City has participated in that organisation's tender for the Supply of Road Construction Materials and Services.

The tender has been undertaken to ensure the eleven member Councils and three non-member Councils which participated in the tender have access to competitive rates for works which comprise their road maintenance operations.

**RECOMMENDATION**

It is resolved that:

- (A) Council accept the following tender offers for the supply of various materials and services identified in the SSROC Tender for Supply of Road Construction Materials and Services.

<b>Service/Goods</b>	<b>Recommended Tenderer/ Tenderers</b>
Recycled Concrete Supply Only	E and F
Recycled Concrete Delivery	J
Spray Sealing	C
Stabilisation	A
Asphalt Supply	B, H and A
Asphalt Surfacing	H
Pavement Patching	H
Profiling	H

- (B) SSROC Tender Evaluation Summary, Attachment A to the subject report, remain confidential in accordance with Section 10A(2)(D) of the Local Government Act 1993.

**ATTACHMENTS**

**Attachment A:** SSROC Tender Evaluation Summary (Confidential)

**Attachment B:** Contract Comparison (Confidential)

**BACKGROUND**

1. The Southern Sydney Regional Organisation of Councils (SSROC) is an association of 11 local Councils established in 1986, of which the City is a member.
2. One of the roles of SSROC is to act as a facilitator of joint venture activities between Councils to ensure the benefits of scale economies.
3. The SSROC Tender for Supply of Road Construction Materials and Services is an example of the member Councils joining to achieve competitive rates for road construction materials and services by providing a larger client base for suppliers.
4. Leichhardt, Canada Bay and Burwood Councils, although not members of SSROC, chose to participate in the tender.
5. SSROC selected Complete Urban Solutions Pty Ltd to coordinate the process and undertake roles such as consulting with participating Councils, development of tender/contract documentation, management of the tender process, assisting the tender assessment committee and reporting on tender findings.
6. The tender permits appointment of multiple tenderers for the supply of certain materials. This allows for example multiple points for the supply of asphalt, preventing unnecessary travel to collect materials which may cancel the benefits of a competitive supply price.
7. The tender is a Schedule of Rates tender. The proposed contract expires on 30 September 2008 with a one year extension option.

**INVITATION TO TENDER**

8. The tender was let on Monday 18 September 2006 and the tender period ran for 3 weeks and one day.
9. A pre-tender meeting was held on Monday 25 September 2006 at Hurstville City Council offices.
10. Tender closed at 11.00am on Tuesday 10 October 2006 at Hurstville City Council offices.

**TENDER SUBMISSIONS**

11. A total of 13 submissions were received from the following organisations:
  - Asphalt Laying Services
  - Benedict
  - Concrete Recyclers
  - FRH
  - Metropolitan Demolitions
  - Pioneer Road Services

- Recyc
- SAMI Road Services
- Stabilised Pavement Australia
- State Asphalts
- Transfield
- Tropic Asphalts
- Works Infrastructure

### TENDER EVALUATION

12. All members of the Tender Evaluation Panel have signed Pecuniary Interest Declarations. No pecuniary interests were noted.
13. The Tender Evaluation Panel comprised:
  - (a) Melissa Gibbs SSROC
  - (b) Phil Crutchley Hurstville City Council
  - (c) Mark Wood Botany City Council
  - (d) David Hayes City of Sydney
  - (e) Neil Strickland Marrickville Municipal Council
  - (f) Mark Shaw Randwick Municipal Council
  - (g) Scott Williams Complete Urban Solutions
  - (h) Peter Shields Complete Urban Solutions
14. The relative ranking of tenders as determined from the total weighted score is provided in the Confidential SSROC Tender Evaluation Summary – Attachment A.
15. All submissions were assessed in accordance with the approved evaluation criteria which are shown in Attachment A.

### PERFORMANCE MEASUREMENT

16. The performance of the selected contractors will be measured against the technical standards specified in the Contract. Work Orders will be issued to the selected contractors and performance will be monitored and measured by Contract Supervisors.

### FINANCIAL IMPLICATIONS

17. The Schedule of Rates for this tender is similar to that which was utilised under the previous contract arrangements. Approved Operational and Capital Works budgets are available for the City's road maintenance operations for 2006/2007.

18. A contract comparison is at confidential Attachment B.

**RELEVANT LEGISLATION**

19. The tender has been conducted in accordance with the Local Government Act 1993, the Local Government (General) Regulation 2005 and the City's Contracts Policy.
20. Information provided by tenderers which is commercial-in-confidence has been protected and will not be disclosed in accordance with section 10A(2)(D) of the Local Government Act 1993. A consistent standard for all tenderers has been used in assessing any request for confidentiality by a tenderer.

**CRITICAL DATES / TIME FRAMES**

21. SSROC's previous contract for Supply of Road Construction Materials and Services has expired.

**OPTIONS**

22. The option of using internal resources to undertake all road works was considered, however, this option does not provide the flexibility required to meet varying workload demands, nor would it satisfy the need for specialist skills and equipment to undertake much of the works.

**VICTOR FRANCO**

Director Services

(Graeme Monagle, Senior Contract Coordinator)