



Ordinary Council Meeting

8 AUGUST 2018

LATE ITEM

REPORT

ITEM NO

SUBJECT

11.3.2

RFQ VP58793 – BITUMEN SEALING AND ASPHALT PAVING SERVICES

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LOCATION/ADDRESS	N/A
APPLICANT/LANDOWNER	Shire of Augusta Margaret River
FILE REFERENCE	COR/225
REPORT AUTHOR	Polina Chernova, Works Inspector
AUTHORISING OFFICER	Annie Riordan, Acting Chief Executive Officer

IN BRIEF

A Request for Quotation was issued via the WALGA eQuotes online purchasing portal to seek quotations from suitably qualified and experienced contractors to deliver bitumen spray sealing and asphalt paving services for various construction and maintenance operations within the Shire for three (3) years from July 2018 to 31 July 2021, with option to extend the contract term for up to a maximum of two (2) years.

The anticipated contract value is estimated at around three million dollars over a three (3) year period.

RECOMMENDATION

That Council awards the bitumen reseal and asphalt overlay contract for three (3) years from July 2018 to 30 June 2021 to Malatesta Road Paving and Hot Mix, with a two (2) year extension option to be exercised at the discretion of the Chief Executive Officer subject to satisfactory contractor performance.

LOCATION PLAN

Nil

TABLED ITEMS

Nil

BACKGROUND

In accordance with Section 3.57 of the Local Government Act Council called for a tender via WALGA eQuotes with submissions closing Thursday 29 March 2018.

Due to the estimated cost of procurement, a minimum of three (3) written quotes were sought in accordance with the Shire's Purchasing Policy. Purchase through the WALGA eQuotes online purchasing portal forms an exemption from the Public Tender process. In this circumstance, the procedure for obtaining quotes reverts to that of a formal quotation, as outlined in the Shire's Purchasing Policy, where a minimum of three (3) written quotes are required to be sought from the relevant WALGA Preferred Supplier Panel.

The Request for Quotation was opened via the WALGA Preferred Supplier eQuotes online purchasing portal on 14 March 2018. The panel used for this request was the WALGA Preferred Supplier Panel Roadbuilding Materials & Related Services (Type: Preferred Supplier Panel, Contract Name/Number: C033-13).

CONSULTATION AND ADVICE

Internal Consultation

Consultation was undertaken with the supervisors and officers involved in the supervision of the services and the Shire's Project and Procurement Officer.

External Consultation

Quotations were sought using WALGA eQuotes online purchasing panel. Four (4) suitably qualified suppliers from the Roadbuilding Materials & Related Services WALGA Preferred Supplier Panel, C033_13, were requested to provide quotations. Two (2) quotations were received from two (2) suppliers.

DISCUSSION / OFFICER COMMENTS

An evaluation report for quotations has been undertaken and a copy is attached as Confidential Attachment 1.

Quotations were sought from the following service providers, pre-qualified in the WALGA list:

- Malatesta Road Paving and Hot Mix;
- Fulton Hogan Industries Pty Ltd;
- Colas Western Australia Pty Ltd; and
- Boral Asphalt & Quarries.

Quotations were received from the following service providers:

- Malatesta Road Paving and Hot Mix; and
- Fulton Hogan Industries Pty Ltd;

Quotations have been assessed by members of an evaluation panel against criteria of relevant skills and experience, demonstrated understanding and availability of key personnel and resources; and price in the form of a schedule of rates.

The weighting applied to those criteria were as follows

- Relevant Skills and Experience – 10%
- Resources and Demonstrated Understanding – 40%
- Price – 50%

Based on the assessment and evaluation of quotations received, it is recommended that the contract be awarded to Malatesta Road Paving and Hot Mix.

STATUTORY ENVIRONMENT / LEGAL IMPLICATIONS

Section 3.57 of the Local Government Act.

STRATEGIC PLAN / POLICY IMPLICATIONS

Community Strategic Plan 2036 (CSP)

Corporate Business Plan 2017-2021

Key Result Area 3: Managing Growth Sustainably

Community Outcome: Connected and safe transport network.

PLANNING FRAMEWORK

Nil

FINANCIAL IMPLICATIONS

Council annually budgets for the external supply of goods and services. Quotations or Tenders are sought to ensure Council gets value for money and meets its obligations under section 3.57 of the Local Government Act.

The appropriate bitumen resealing and asphalt overlay budgets are included in the capital expenditure for Construction in the Infrastructure – Works budget.

SUSTAINABILITY IMPLICATIONS

Environmental

Nil

Social

Regular maintenance of sealed roads is crucial in order to ensure safety of motorists, to maintain vital connectivity of the regional communities and to prevent costly road reconstructions where it can be avoided by implementing adequate maintenance regimes. It is pivotal to award a preferred supplier of bitumen seal and asphalt overlay services in order to deliver the Shire's substantial annual road maintenance programs.

Economic

Value for money, goods and services.

VOTING REQUIREMENTS

Simple Majority

RECOMMENDATION

That Council awards the bitumen reseal and asphalt overlay contract for three (3) years from July 2018 to 30 June 2021 to Malatesta Road Paving and Hot Mix, with a two (2) year extension option to be exercised at the discretion of the Chief Executive Officer subject to satisfactory contractor performance.

ADVICE TO APPLICANT / PROPONENT

Nil

ATTACHMENTS

1. CONFIDENTIAL – Evaluation Report
2. CONFIDENTIAL – Evaluation Matrix