4.3 CONTRACT FOR DRAINAGE PIT AND PIPE MAINTENANCE

(CF2019022: CL)

Responsible Director: Ossie Martinz

RECOMMENDATION

That Council:

- 1. Accepts tender submissions from Accomplished Plumbing, Allgood Contracting, CSA Specialised Services, Interflow, M Tucker & Sons and Total Drain Cleaning for Contract No. CF2019022 for the maintenance of drainage pits and pipes, for a period of one year with three optional two year extensions, based on the submitted schedule of rates with an estimated seven year expenditure of \$3,045,000 GST inclusive;
- 2. Authorises the Chief Executive Officer to execute the contract agreement; and
- 3. Authorises the Chief Executive Officer to approve the extension options and CPI adjustments subject to satisfactory performance.

INTRODUCTION

Council is seeking suitably qualified and experienced contractors to provide drainage pit and pipe maintenance services to support the internal drainage maintenance team.

BACKGROUND

Council awarded the current contract to Earth Form, M Tucker & Sons, Nasi and Allgood Concreting and Road Works on 24 June 2014, commencing services on 1 July 2017 and is to conclude on 2 December 2018.

Drainage pit and pipe maintenance services are required to repair major defects, in most cases specialised equipment and skills are required to either dig up and replace pipe or pipe lining works to ensure Council's stormwater network is operating efficiently.

Damaged storm water pits, lids and frames are frequently reported to the drainage maintenance team for action. Given the importance of making sites safe within the road reserve and private property a panel of contractors will ensure resources are available to respond within the response time specified in the road management plan and Councils customer service charter.

A panel of contractors will also provide the drainage maintenance team with the capacity and capability undertake to multiple jobs without causing delays.

DISCUSSION

An advertisement was placed in The Age newspaper on 1 September 2018 calling for tenders from companies capable of providing drainage pit and pipe maintenance services. The tender closed on 21 September 2018.. Seven submissions were received.

Tenderers provided schedule of rates pricing for drainage pit and pipe maintenance services to replace the outgoing contract labelled drainage pit, pipe and associated works. Three schedules were advertised as part of the contract for various drainage maintenance works. Not all schedules were priced however, the best value approach was adopted when evaluating the pricing from all schedules.

The breakdown of schedules is as follows:

- Schedule A Pit and pipe maintenance works
- Schedule B Internal pipe lining (both stainless steel and fiberglass lining)
- Schedule C Daywork rates

Submission were received from:

- 1. Accomplished Plumbing
- 2. Allgood Contracting
- 3. Blue Peak Constructions
- 4. CSA Specialised Services
- 5. *Interflow*
- 6. M Tucker and Sons
- 7. Total Drain Cleaning

A basic compliance check was completed on all submissions and all were found to be conforming. Experience in similar contracts;

TENDER EVALUATION

Evaluation Criteria:

The tender submissions were evaluated in accordance with Council's tendering policies and procedures. The criteria used to evaluate the tenders were:

- Price
- Experience
- Quality
- Ability to meet the required timeframe
- Occupational health and safety
- Sustainability, environmental initiatives

The price component of the evaluation was based on the items listed in the price schedule and applying the nominated rate for each item from each tenderer by the estimated quantity per annum.

Each of the pricing schedules was assessed separately as contractors only priced the services they were capable of supplying. The pricing for each item varied indicating that to achieve best value for Council the appointment of a panel would allow contractors to be selected based on price and capacity to undertake works within the required time frame.

Contractors the achieved the higher overall scores were:

Under "Schedule A" for pit & pipe maintenance works:

- Accomplished Plumbing
- Allgood Contracting
- CSA
- M Tucker & Sons

Under "Schedule B" for pipe lining works:

- Accomplished Plumbing
- Interflow
- M Tucker & Sons
- Total Drain Cleaning

Under "Schedule C "daywork rates:

- Accomplished Plumbing
- Allgood Contracting
- CSA
- Interflow
- M Tucker & Sons
- Total Drain Cleaning

FINANCIAL IMPLICATIONS

Expenditure will be charged to the drainage maintenance cost centre. In the event that works are required by other departments costs will be attributed to their respective cost centres. The estimated annual expenditure is \$435,000 GST inclusive. If all the potential contract extensions are awarded the 7 year estimated expenditure would be \$3,045,000 including GST.

Works will be issued to contractors on the panel based on availability and lowest price.

The submitted pricing is within the available budgets. The contract is subject to a rise and fall clause in accordance with the All Groups (Melbourne) CPI for each year beyond the initial period.

CONCLUSION

The evaluation panel recommends the appointment of Accomplished Plumbing, Allgood Contracting, CSA Specialised Services, Interflow, M Tucker & Sons and Total Drain Cleaning for Contract No. CF2019022, for the maintenance of drainage pits and pipes, for a period of one year with three optional two year extensions in accordance with the schedule of rates submitted in the tender. A schedule of rates has been submitted for the estimated 7 year contract sum of \$3,045,000 GST inclusive.