

**Chairperson and Committee Members**  
OPERATIONS & FINANCE COMMITTEE

16 AUGUST 2018

Meeting Status: **Public**

Purpose of Report: For Information

## **CONTRACTS UNDER DELEGATED AUTHORITY**

### **PURPOSE OF REPORT**

- 1 This report provides an update on any contracts over \$250,000 accepted under delegated authority for the period 1 April to 30 June 2018.

### **Delegation**

- 2 The Operations and Finance Committee has delegated authority to consider this report under the following delegation in the Governance Structure, Section B.2.  
*This Committee will deal with monitoring and decision-making on all broader financial management matters, including approval of contracts and contract variations outside the Chief Executive's delegations.*

## **CONSIDERATIONS**

### **Issues**

#### Contract 2018/C170 – Paraparaumu Wastewater Treatment Plant – supply of wood pellets for sludge drying boiler

- 3 Two tenders were received and ranged between \$280,000 to \$395,000.
- 4 Type of Contract – NZS 3917:2013 – supply includes delivery, duration 3 years+1+1, measured by tonne weight delivered.
- 5 The Contract was awarded to Nature's Flame for the sum of \$280,000 per annum delivered and estimated over three years' equivalent \$780,000.
- 6 No local tenders were received due to the nature of the contract. Nature's Flame will source materials and transport locally.

#### Contract 2017/C160 – Riwai Street SW extension 2 WW rehabilitation

- 7 Type of Contract – physical works/Directional drilling – measure and value. Engineer's estimate \$215,650.
- 8 Two tenders received and contract awarded to Dews Construction Ltd for the sum of \$270,155. Second tender withdrew from process due to other work commitments.
- 9 Local content has been estimated at 50% for materials.

Contract 2018/C169 – Paraparaumu Wastewater Treatment Plant Resource Consent Professional Services

- 10 Type of Contract – professional services - open tender. Engineer's estimate \$1,295M
- 11 One tender was received and awarded to Stantec (formally MWH New Zealand Ltd) for the sum of \$1,292,333.
- 12 Local content has been estimated at 90% covering wages and professional fees.

Contract 21017/C159 – Wastewater Renewals

- 13 Type of Contract – physical works - measure and value. Engineer's estimate \$1.23M
- 14 One tender was received.
- 15 The Contract was awarded to Tatana Contracting Ltd for the sum of \$563,895.
- 16 Local content 20% for materials.

**Considerations**

- 17 There are no financial, legal, consultation and publicity considerations.

**SIGNIFICANCE OF DECISION**

- 18 The Council's significance policy is not triggered.

**RECOMMENDATIONS**

- 19 That the Operations and Finance Committee notes there were five contracts accepted under delegated authority over \$250,000 for the period 1 April to 30 June 2018.

**Report prepared by:**

**Approved for Submission by:**

**Jacinta Straker  
Chief Financial Officer**

**Janice McDougall  
Acting Group Manager Corporate Services**

**Approved for Submission by:**

**Sean Mallon  
Group Manager Infrastructure Services**

Appendix 1 Contracts over \$250,000 approved under delegated authority for 2017/18 year.

## Appendix 1

Operations & Finance Committee meeting	Contract
16 November 2017 (covering the period 1 July to 30 September 2017)	Contract 2017/C136 – Streetlighting Luminaire Upgrade. The Contract was awarded to Fulton Hogan for the sum of \$1,012,805.
	Contract 2017/C142 – Kapiti Lights Coastlands Public Space P3A. The Town Centre Contract was awarded to Brian Perry Civil for the sum of \$314,079.
	Contract – Provision of Valuation Services. The contract with Quotable Value Limited was extended for three years ended 30 June 2020 and Kāpiti Coast District Council's total contract cost is \$890,148 plus GST
22 February 2018 (covering the period 1 October to 31 December 2017)	No Contracts
17 May 2018 (covering the period 1 January to 31 March 2018)	Contract 2017/C149 – KCDC Minor Works 2017/2018. The Contract was awarded to Higgins Contractors Ltd for the sum of \$371,075.34.
	Contract 2018/C176 – Town Centres – Implementation Phase – P2 Rimu Road Upgrade. The contract was awarded to Brian Perry Civil Ltd for the sum of \$847,488.53.
	Contract 2018/C177 – Town Centres – Implementation phase – W4 Waikanae Cultural thread. The contract was awarded to Brian Perry Civil Ltd for the sum of \$560,000.