

**Chairperson and Committee Members**  
CORPORATE BUSINESS COMMITTEE

14 FEBRUARY 2013

Meeting Status: **Public**

Purpose of Report: For Decision

## **CONTRACTS UNDER DELEGATED AUTHORITY**

### **PURPOSE OF REPORT**

- 1 To report on contracts over \$250,000 accepted under delegated authority for the period 1 November 2012 to 31 January 2013.

### **SIGNIFICANCE OF DECISION**

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

### **CONSIDERATIONS**

#### **Issues**

#### Contract 2012/C009 – Waikanae Water Treatment Plant & River Recharge Design and Construction – Professional Services

- 3 Five tenders were received ranging in price from \$1,300,000 to \$1,453,500.
- 4 The Contract was awarded to Cardno/BTO for the tender price of \$1,300,000. based on the weighted non-priced attributes and then a 'price verses suitability for project" assessment.
- 5 No local tenders were received because this work could not be sourced locally due to the specific technical expertise required (Water Treatment Process).
- 6 The tender price is within the Council budget set for this project.
- 7 Cardno/BTO, professional services consultants are based in Porirua and Petone respectively.
- 8 The future construction contract relating to this project may have some local content.

#### Contract 2012/C014 – Tui Crescent High Level Reservoir & Pumping Station

- 9 Two tenders were received ranging in price from \$322,205 to \$340,544.
- 10 The Contract was awarded to Construction Contracts Limited for the tender price of \$322,205 based on the Weighted Attribute Method.
- 11 There were no tenders received from local contractors because the skills, expertise and experience to undertake this work could not be sourced locally.
- 12 The tender price is within the Council budgets set for this project.
- 13 The Contractor has estimated that approximately 5-10% of the total contract will be local content including materials and labour.

Contract C022 – Annual Resurfacing 2012-2013

- 14 Two tenders were received ranging in price from \$536,333 to \$595,069.
- 15 The Contract was awarded to Oldfields Wairarapa for the tender price of \$536,333 based on the price quality method in accordance with NZTA Competitive Pricing procedures.
- 16 There were no tenders received from local contractors because the skills, expertise and experience to undertake this work could not be sourced locally.
- 17 The tender price is within the Council budget set for this project.
- 18 The Contractor has estimated that approximately 27% of the contract will be local content.

Delegation

- 19 The Corporate Business Committee has delegated authority to consider this issue. Reference B.3.7 of the Governance Structure which reads:

*Without limiting the generality of this delegation, the committee has the following functions, duties and powers.*

*Financial and Asset Management*

*7.5 Authority to monitor performance of the Council's financial activities, including income, operating and capital expenditure against budgets, remissions, key financial indicators and investment and debt/borrowings management.*

Financial Considerations

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

**RECOMMENDATIONS**

- 21 That the Corporate Business Committee notes that three contracts over \$250,000 was approved under delegated authority for the period 1 November 2012 to 31 January 2013

**Report prepared by:**

**Warwick Read**  
**Group Manager Finance**

- Appendix 1 Contracts over \$250,000 approved under delegated authority for 2012/13 year previously reported to the Corporate Business Committee