

Chairperson and Committee Members
CORPORATE BUSINESS COMMITTEE

16 AUGUST 2012

Meeting Status: **Public**

Purpose of Report: For Decision

CONTRACTS ACCEPTED UNDER DELEGATED AUTHORITY

PURPOSE OF REPORT

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

SIGNIFICANCE OF DECISION

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

CONSIDERATIONS

Issues

Contract 2011/C021: Paraparaumu WW Pipe Renewals

- 3 Four tender submissions were received and the contract was awarded using the Weighted Attribute Method. The tenders ranged in price from \$627,000 to \$1,039,000.
- 4 The Contract was awarded to the lowest tenderer Interflow NZ Ltd. for the base tender price of \$627,000 and the lower price enabled additional wastewater pipe renewal to be included up to the Council budget provision of \$840,000.
- 5 Interflow Ltd. estimated that approximately 20% of the total contract will be local content using a local subcontractor including wages and materials.

Contract 2012/C001: Ōtaki and Waikanae Pump Station Renewals

- 6 Four tender submissions were received and the contract was awarded using the Weighted Attribute Method. The tender ranged in price from \$585,000 to \$725,000.
- 7 The Contract was awarded to Max Tarr Industrial Ltd for the tender price of \$366,000. (Contract scope of works reduced to suit budget funding.)
- 8 The Contractor has estimated that approximately 15% of the total contract will be local content using local suppliers and subcontractors including wages and materials.

Contract C730: Waimanu Lagoon Floodgate Upgrade

- 9 Four tender submissions were received and the contract was awarded using the Weighted Attribute Method. The tenders ranged in price from \$516,257.50 to \$635,771.95.
- 10 The Contract was awarded to Brian Perry Civil Ltd for the tender price of \$635,771.95. The awarding of the contract included taking into account methodology and relevant experience, especially in an environmentally sensitive area.
- 11 The Contractor has estimated that approximately 15% of the total contract will be local content using local suppliers and subcontractors including temporary labour.

Contract 2012/C008: Marine Gardens Play Area Redevelopment

- 12 Three tender submissions were received and the contract was awarded using the Weighted Attribute Method. The tenders ranged in price from \$468,737 to \$522,656.30.
- 13 The Contract was awarded to Play Rope for the tender price of \$522,656.30. The awarding of the contract included taking into account value for money including extra features and relevant installation experience.
- 14 Local content is unknown but the concrete is being sourced locally.

Delegation

- 15 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

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

RECOMMENDATIONS

- 17 That the Corporate Business Committee notes that four contracts over \$250,000 were approved under delegated authority for the period 1 May 2012 to 31 July 2012.

Report prepared by:

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Appendix 1 Contracts over \$250,000 approved under delegated authority for 2011/12 year previously reported to the Corporate Business Committee