

Chairperson and Committee Members
CORPORATE BUSINESS COMMITTEE

9 DECEMBER 2010

Meeting Status : Public

Purpose of Report: For Information

CONTRACTS ACCEPTED UNDER DELEGATED AUTHORITY

PURPOSE OF REPORT

- 1 To report on contracts over \$250,000 approved under delegated authority for the period 19 August 2010 to 24 November 2010.

SIGNIFICANCE OF DECISION

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

CONSIDERATIONS

Issues

- 3 Contract No. 703 - Annual Reseal Contract.

Tenders were called in the 2006/07 year for the annual reseal Contract.

Four tenders were received and evaluated in accordance with the NZTA's Procurement Manual and aligned with Council's Procurement Strategy.

The contract was awarded to Oldfields Limited for the sum of \$1,168,943.50 (excluding GST and fixed sums totalling \$6,000).

The Council has budgetted \$1,330,464 for the annual Resealing Programme in the 2010/11 year

- 4 Contract No. 705 - Design and Construction Management of the Aquatic Centre

Expressions of interest were called in the 2006/07 year for the design and construction management of the Aquatic Centre

Two companies (LHT and Beca) were subsequently asked to provide concept designs. After evaluation of these designs, LHT were selected to further develop their concept. The selection of the LHT concept was approved by the Community and Strategic Direction Committee on 31 January 2007 (paper MDP-07-443).

The contract is consistent with the terms set out in LHT's original concept proposal and is for a design fee fixed at 10% percentage of the project build cost.

Final contract costs will be agreed once the build cost is known and any differences to the above estimate will be settled.

The conditions of contract are the standard ACENZ/IPENZ Conditions of Contract for Consultancy Services (CCCS) which provide (in section 11) for termination by the client if for any reason the project does not proceed.

All costs associated with the Aquatic Centre design are included in the Annual Plan and Budget

Delegation

- 5 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

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

RECOMMENDATIONS

- 7 That the Corporate Business Committee notes that two contracts over \$250,000 were approved under delegated authority for the period 19 August 2010 to 24 November 2010.

Report prepared by:



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