

Chairperson and Committee Members
OPERATIONS & FINANCE COMMITTEE

15 AUGUST 2019

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 2019.

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

Contract 2018/182 – Waikanae Rail Emergency Access

- 3 Three tenders were received ranging between \$397,817 to \$582,780.
- 4 The Contract was awarded to Udy Contracting Limited for the sum of \$397,817 based on price and quality method in accordance with the New Zealand Transport Agency procurement manual.
- 5 Engineer's Estimate for the works \$380,000 excluding GST.
- 6 Local content for the Contract is 100%.

Contract C240 – Streetlight Maintenance and Renewal 2019-2022

- 7 Four tenders were received ranging between \$984,693 to \$1,353,979.
- 8 The Contract was awarded to Fulton Hogan for the sum of \$984,693 based on the weighted attribute method in accordance with New Zealand Transport Agency competitive pricing procedures.
- 9 Engineer's estimate for the works \$1,038,450 excluding GST.
- 10 Local content for the Contract is approximately 85% (labour and plant).

Contract 2018/C224 – William Street Stormwater Improvements – stages

- 11 Two tenders were received ranging between \$658,500 to \$787,079.
- 12 The Contract was awarded to Action Civil Limited for the sum of \$658,500 based on the weighted attribute method.
- 13 Engineer's estimate for the works \$1,172,110.
- 14 Local content for the Contract is approximately 50% (some materials and labour).

Contract 2019/C244 – Asset Investigations PP5, 6, 9, 10, 11, 12 catchments

- 15 Five tender were received and ranged between \$319,518 to \$1,151,493.
- 16 The contract was awarded to Quick Shot Limited for the sum of \$319,518 based on the weighted attribute method.
- 17 Engineer's estimate for the works \$470,620.
- 18 Local content for the Contract is 20% (some staff are based locally).

Contract 2018/C217 – Open Drain/Stream Maintenance (12 months)

- 19 Two tenders were received and ranged between \$337,243 to \$415,020.
- 20 The Contract was awarded to Pritchard Civil Limited for the sum of \$415,020 based on the weighted attribute method.
- 21 Engineer's estimate for the works \$233,125.
- 22 Local content for the Contract is 100%.

Contract 2018/C206 – Wharemauku Blockwall Strengthening and Report works

- 23 Two tenders were received ranging between \$265,748 to \$459,375.
- 24 The Contract was awarded to Mills Albert Limited for the sum of \$265,748.
- 25 The Contract was awarded and completed in the fourth quarter.
- 26 Engineer's estimate for the works \$300,870.
- 27 Local content for the Contract is 100%.

Contract 2019/C275 – Renewal of Coastal Assets

- 28 Two tenders were received ranging between \$549,593 to \$559,698.
- 29 The Contract was awarded to Mills Albert Limited for the sum of \$559,698 based on the weighted attribute method.
- 30 Engineer's estimate for the works \$571,150.
- 31 Local content for the Contract is 100%.

Contract 2018/C171 – Paraparaumu and Otaki Wastewater Treatment Plants Solids Transportation and Disposal

- 32 Two tenders were received ranging between \$650,000 to \$764,000 (normalised for comparison as an annual fee that included both transport and disposal).
- 33 The Contract was awarded to JB's Environmental Limited to provide transport service for seven years for the sum of \$2,149,000, based on the weighted attributes method.
- 34 JB's Environmental Limited is based in Horowhenua and utilises local labour.

Considerations

- 35 There are no legal, consultation and publicity considerations arising from this report.

SIGNIFICANCE OF DECISION

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

RECOMMENDATIONS

- 37 That the Operations and Finance Committee notes there were eight contracts accepted under delegated authority over \$250,000 for the period 1 April to 30 June 2019.

Report prepared by:

Approved for Submission by:

**Jacinta Straker
Chief Financial Officer**

**Mark de Haast
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 2018/19 year.

Operations & Finance Committee meeting	Contract
15 November 2018 (covering the period 1 July to 31 September 2018)	Contract 2018/C188 – Engagement of consultant for building control services. The Contract was awarded to National Processing Limited. Technical staff \$140 per hour (excluding GST) plus administration.
	Contract 2018/C201 – Engagement of consultant for building control services. The Contract was awarded to National Processing Ltd. Technical staff \$140 per hour (excluding GST) plus administration
	Contract 2018/C178 – Road Maintenance 2018 – 2021. The Contract was awarded to Higgins Contractors Limited for the sum of \$13,827.480
21 February 2019 (covering the period 1 October to 31 December 2018)	Contract 2018/C198 – Chipsealing 2018-21. The Contract was awarded to Higgins Contractors Limited for the sum of \$3,537,000.
	Contract 2018/C200 – Ngaio Road Shared Path. The Contract was awarded to Downer NZ Limited for the sum of \$354,000.
	Contract 2019/C241 – Architectural Design Services for Mahara Gallery. The Contract was awarded to Athfield Architects Limited for the sum of \$252,000 plus disbursements.
16 May 2019 (covering the period 1 January to 31 March 2019)	Contract 2019/C191B – Maclean Park Redevelopment Stage 1B. The Contract was awarded to Mills Albert Limited for the sum of \$299,347 +GST.
	Contract for Youth Development Centre. The Contract will be carried out by Zeal Education Trust for the sum of \$267,000.