

5.5

ROAD RECONSTRUCTION – WILBUR CRESCENT, HUGHESDALE

(CF2008211: RL)

Ward: Oakleigh

Responsible Director: Don Cameron

RECOMMENDATION

That:

- 1. Council accepts the tender of J & C Constructions Pty Ltd to undertake the reconstruction of Wilbur Crescent, Hughesdale for the lump sum of \$198,638.00 (GST inclusive).*
- 2. The anticipated project expenditure of \$214,123.50 (GST exclusive) for the construction, design and supervision, be noted.*
- 3. The contract agreement be signed and sealed.*

BACKGROUND

Wilbur Crescent, Hughesdale is an older style street with steep crossfall and some sections of the road pavement failing and is in need of a major upgrade. The full length of the street between Neerim Road and Euston Road is to be upgraded in this contract.

SCOPE OF WORKS

The work to be undertaken includes the installation of new stormwater drains and pits, concrete kerb and channel, concrete and asphalt paving, asphalt pavement overlay and associated line marking and minor landscaping works.

ANALYSIS

Tenders were invited to undertake the proposed reconstruction of Wilbur Crescent. At the close of tenders, three (3) submissions were received as follows:

Name of Tenderer
J & C Constructions Pty Ltd
Fercon Pty Ltd
Citywide Service Solutions Pty Ltd

with lump sum tender prices ranging from \$198,638.00 to \$314,281.17 (GST inclusive).

The lowest priced tender was submitted by J & C Constructions Pty Ltd (J&C) for a lump sum price of \$198,638.00 (GST inclusive). In recent times, J&C has successfully completed the reconstruction of Eastgate Street, Oakleigh and the reconstruction of Selworthy Avenue, Oakleigh South.

J&C advises that if awarded the contract, it would be able to commence work in late August and complete the works within six weeks of commencement. This proposed timeframe is considered acceptable.

The second lowest tender submission was from Fercon Pty Ltd (Fercon). Fercon have undertaken a number of road construction works for Council and are capable of undertaking these works to the quality and standard required.

Citywide Service Solutions Pty Ltd has also demonstrated an ability to satisfactorily undertake the contract but, on this occasion, its tender price is not competitive.

FINANCIAL IMPLICATIONS

The total project costs are estimated to be:

Tender Amount (GST inclusive)	\$198,638.00
GST Amount	\$18,058.00
Tender Amount (GST exclusive)	\$180,580.00
Design & Supervision Fee	\$13,543.50
Contingency Amount	\$20,000.00
Total Expected Project Cost (GST exclusive)	\$214,123.50

This project is to be funded as follows:

Funding Source	Amount
Local Roads Reconstruction	\$116,569.50
Roads to Recovery Program	\$97,554.00

IMPLEMENTATION

Upon Council awarding the contract, the necessary documentation will be executed and the works undertaken.

CONCLUSION

The tender submitted from J & C Constructions Pty Ltd is the lowest tender and is considered to offer Council the best value.