

## 5.13

### **CARPARK RECONSTRUCTION - MAYFIELD PARK, MOUNT WAVERLEY**

(FBG:CF2008133)

Ward: Mount Waverley

Responsible Director: Don Cameron

#### ***RECOMMENDATION***

- 1. That Council accepts the tender of Simpson Construction Company Pty Ltd to reconstruct the eastern section of the Mayfield Park carpark and access road for the GST inclusive lump sum of \$115,956.50.*
- 2. That the anticipated project expenditure of \$125,087.00 (GST exclusive) for the construction, design and supervision be noted.*
- 3. That the contract agreement be signed and sealed.*

#### ***BACKGROUND***

In 2005 Council reconstructed the western part of the Mayfield Park carpark and access road. It is now proposed to undertake the second stage of the works by reconstructing the eastern part of the access road and associated gravel and asphalt carparking areas.

#### ***SCOPE OF WORKS***

The works under the contract generally comprise the reconstruction of the gravel carpark, resurfacing of the access road and the landscaping of the areas adjacent to the road and carpark.

#### ***ANALYSIS***

Tenders were invited to undertake the proposed works and at the close of the tender period two (2) submissions were received as follows:

<b>Name of Tenderer</b>
Simpson Construction Company Pty Ltd
Parkinson Group (Aust) Pty Ltd (Parkinson)

Simpson Construction Company Pty Ltd (Simpson) submitted the lowest tender for a GST inclusive price of \$132,715.00.

Due to the tenders being in excess of the budget it was considered appropriate to reduce the scope of the works where possible. Discussions with Simpson have identified savings of \$16,956.50 (GST inclusive) by changing the scope of the fencing works and by reducing the maintenance on the landscaping areas from 12 months to 3 months.

Both Simpson and Parkinson have satisfactorily undertaken various projects for Council in the past and are capable of undertaking this project to the standard and quality required.

They both have appropriate safety management systems in place and they can undertake the works within the required timeframe.

### ***FINANCIAL IMPLICATIONS***

Utilising Simpson's submission the project costs are estimated to be:

Tender Amount (GST inclusive)	\$132,715.00
Less reduction in scope of works (GST inclusive)	-\$16,758.50
Amended Tender Amount (GST inclusive)	\$115,956.50
GST Amount	\$10,541.50
Tender Amount (GST exclusive)	\$105,415.00
Design & Supervision Fee	\$11,672.00
Contingency Amount	\$8,000.00
<b>Total Expected Project Cost (GST Exclusive)</b>	<b>\$125,087.00</b>

Council has allocated \$90,000 within its 2007/08 budget for this project. The anticipated shortfall of \$35,087 will be managed by utilising \$25,000 of under expenditure from the carpark lighting budget and \$12,000 from underspends on other projects.

### ***IMPLEMENTATION***

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

### ***CONCLUSION***

The tender panel concur that the submission from Simpson Construction Company Pty Ltd offers Council the best value.