

5.17 CONSTRUCTION OF HOLMESGLEN VALLEY STORMWATER BIOFILTER (WETLAND)
(CF 2008122)

Responsible Director: Don Cameron

RECOMMENDATION

That Council accept the tender of Entracon Civil to construct Holmesglen Valley Wetland for the lump sum price of \$315,652.70 inclusive of GST.

2. That the anticipated expenditure of \$334,957 (GST exclusive) for the project be noted.

3. That the contract agreement be signed and sealed.

BACKGROUND

As part of the annual Capital Works, construction of a stormwater wetland is proposed at Holmesglen Reserve, Ashwood. The scope of works include earthworks to form the new wetland, associated drainage and preparation of landscaping works.

Following a publicly advertised E.O.I. process, a shortlist of approved contractors for the construction works has been approved. Six contractors were invited to submit a lump sum tender for the proposed works.

Of the six companies invited to tender, four submissions were received:

- Entracon Civil Pty Ltd
- A&R Excavations Pty Ltd
- Streetworks Pty Ltd
- Akron Roads

Tender prices ranged received from \$335,618 to 800,295 (GST inclusive).

The tender of \$305,107.28(GST exclusive) received from Entracon Civil was the lowest and was outside the proposed budget. Cost savings were identified and confirmed with the lowest tenderer. The revised sum of \$286,957.00 was submitted.

ANALYSIS

The revised tender quotation received from Entracon Civil is in keeping with the cost estimate for these works.

Entracon Civil are regarded to be reliable in relation to quality and performance delivery.

FINANCIAL IMPLICATIONS

The revised tender price of \$286,957.00 (GST exclusive) received from Entracon Civil is the lowest submitted lump sum tender in keeping with the cost estimate for these works. The indicative starting date and proposed timeline is acceptable.

Holmesglen Valley Stormwater Biofilter (Wetland) has received grant money from the Melbourne Water Living Rivers Program and Melbourne Water Offset Programs. The following is a breakdown of the total project costs, including tender price and additional costs to be borne by Council:

Item	Tender price (Ex GST)	Project cost (ex GST)	Project budget (ex GST)
Original lump sum tender price	\$305,107.28		
Deduct reinstatement of path (no longer required)	-\$ 3,300.00		
Deduct supply of mulch (supplied by Council)	-\$ 13,200.00		
Revised lump sum tender price (including 10% contingency)	\$286,957.00	\$286,957.00	
Council Supervision/Design Costs		\$ 3,000.00	
Expenditure to date		\$ 5,000.00	
Plant supply by Council		\$ 13,000.00	
Planting by Council		\$ 18,000.00	
18 months maintenance to planting area		\$ 9,000.00	
Project cost subtotal (including 10% contingency)		\$334,957.00	\$334,957.00
Council allocated budget			-\$125,000.00
Contribution from Melbourne Water (Living Rivers Program)			-\$100,000.00
Contribution from Melbourne Water (Offset Program)			-\$105,000.00
Budget shortfall			\$ 4,957.00

The allocated budget for this centre is \$125,000 and a further \$205,000 grant from Melbourne Water. With an overall project cost is anticipated to be \$334,957.00. The budget shortfall (\$4,957.00) is anticipated to be off-set against the project contingency sum (10% - approximately \$28,000) which is not expected to be used in full at this location.

CONCLUSION

It is recommend that Entracon Civil be awarded the contract for construction of Holmesglen Valley Wetland at \$286,957.00 GST exclusive (\$315,652.70 inc GST).