

7.4.5 2027005: ATHERTON ROAD / ATKINSON STREET INTERSECTION - TRAFFIC SIGNAL & CIVIL CONSTRUCTION WORKS

Responsible Manager:	Andrew Andonopoulos, Manager Capital Works
Responsible Director:	Jarrold Doake, Director City Services

RECOMMENDATION

That Council

1. Awards the tender from Prestige Paving Pty Ltd for Atherton Road / Atkinson Street Intersection - Traffic Signal & Civil Construction Works, Contract No. 2027005 for a Fixed Lump Sum of \$874,075.64 with an extra \$80,000 for Contingencies.
2. Authorises the Chief Executive Officer or their delegate to execute the contract agreement.
3. Notes that the contract will commence on 30 September 2026 with a completion date of 18 November 2026.
4. Notes that the anticipated project expenditure including the Fixed Lump Sum, Service Authority Alterations, DTP - PROM & Controller Costs, Design and Project Management Fees is \$1,083,075.64, with an extra \$80,000 for Contingencies.

Please note that all dollar figures are GST exclusive unless stated otherwise.

INTRODUCTION

Council has conducted a tender for 2027005 - Atherton Road / Atkinson Street Intersection - Traffic Signal & Civil Construction Works.

As part of its planning process for this tender, Council Officers considered its procurement options, including whether to go to market itself, participate in regional or sector collaboration or to access established contracts via other compliant Procurement agreements.

Given the complexity of signal and civil works requiring review and approval from the Department of Transport and Planning and the tight delivery timeline of the project, there is limited opportunity for collaboration and therefore a stand-alone procurement approach was deemed appropriate.

BACKGROUND

The first two stages of the cycling connection project was completed in 2025 as follows:

- Stage 1 Atkinson Street, between Dandenong Road and Atherton Road.
- Stage 2 Hanover Street, between Atherton Road and Djerring Trail.

This tender is for the construction of Stage 2B which will connect the two completed sections through the signalised intersection of Atkinson Street/Hanover Street and Atherton Road.

The project includes:

- Connection of the two-way cycleway through the intersection;

- Upgrade of the traffic signals to include phases for cyclists improving their safety;
- New traffic islands to separating the protected cycleway;
- Roadway and footpath reconstruction;
- Improvements to the Hanover Street carpark access;
- Pavement markings and landscaping.

A mandatory nominated Practical Completion date of 18 November was set for this contract to align with the project's delivery program to allow sufficient time following completion of the civil works for activation of the upgraded traffic signals. The successful contractor will be required to complete commissioning and operational testing prior to handover to the Department of Transport and Planning (DTP), with the objective of obtaining all necessary approvals and acceptance requirements before the Christmas shutdown period. This will allow the dedicated cycleway to be fully on road between Dandenong Road & Djerring Trail, completing the Stage 1 & Stage 2 section of this important link.

NOTIFICATION

The tender was published on Council's eTender portal on 13 August 2026 and the tender closed on 2 September 2026.

TENDERS RECEIVED

Four tender submissions were received by the appointed closing time.

The tenders received are listed below:

- *Blue Peak Constructions Pty Ltd*
- *Contek Constructions Pty Ltd*
- *Prestige Paving Pty Ltd*
- *United Civil Constructions Pty Ltd*

TENDER CONFORMANCE

All submissions were assessed for their compliance with the tender conditions including the contractual terms and conditions and the requirements of the response schedules. All tender submissions were deemed conforming.

PRE-TENDER PROCESS

Two mandatory pre-tender supplier briefings were conducted on 18 and 21 August 2026 at the Hanover Street Carpark, Oakleigh. Tenderers were required to attend one of the two mandatory briefing sessions as a condition of submitting a conforming tender. The briefings provided tenderers with an opportunity to seek clarification on the tender requirements and scope of works. Council Officers emphasised critical non-negotiable elements to ensure the works are delivered to the appropriate requirements whilst minimising community & trader disruption.

Items:

- Provision and management of construction site compounds, laydown areas, and material storage and site security.
- Management of high pedestrian activity within and adjacent to the works area throughout the construction period, including maintaining safe access for community events, and the Rotary Sunday Market.
- Maintenance and management of vehicular traffic movements within and surrounding the intersection, including public car parks, to minimise disruption and ensure ongoing accessibility.
- Coordination with service authorities, staging, and management of traffic signal transition works, including commissioning, decommissioning and traffic signal transition arrangements.
- Maintenance of safe and continuous access for pedestrians, cyclists, public transport users, residents, businesses, emergency services, and service authorities at all times during construction.

The pre-tender briefing offered tenderers the opportunity to seek clarifications, ensuring that their submissions were well-informed and aligned with the project-specific requirements. This process allowed tenderers to incorporate all necessary elements within their construction methodology, leaving no doubt that all aspects of Council's contract requirements are included in their tender submissions and Lump Sum Price. Outcomes from the briefings are binding & incorporated into the final contract between Council and the successful tenderer.

TENDER EVALUATION

All members of the evaluation panel signed Conflict of Interest and Confidentiality forms and no conflicts were raised.

The tenderers were assessed in accordance with the evaluation criteria published in the tender documentation:

Pass/Fail Assessment Criteria	Score
Risk Level 1-3: OHS and Quality Mandatory Rapid Global	<i>Pass/Fail</i>
Attendance at Mandatory Pre-Tender Meeting	<i>Pass/Fail</i>
Project Completion by 18 November 2026	<i>Pass/Fail</i>
Relevant and valid Department of Transport and Planning Civil and Signal Pre-Qualifications	<i>Pass/Fail</i>
Mandatory Insurances	<i>Pass/Fail</i>

Table 2	Key Selection Criteria	Criteria Weightings
Qualitative Criteria	Capacity and Capability	20%
	Project Timelines	10%
	Sustainability (Mandatory)	10%
Quantitative Criteria	Price (Mandatory)	60%

DISCUSSION

The tender submissions were evaluated in accordance with the criteria published in the tender documentation, including both price and non-price considerations. The evaluation process considered each tenderer's demonstrated capacity, capability, relevant experience, proposed methodology, project program, sustainability outcomes and overall value for money. The Tender Evaluation Panel (TEP) identified Prestige Paving Pty Ltd as the highest ranked tenderer at the conclusion of that process.

The TEP sought clarification and confirmation from Prestige Paving Pty Ltd that all contract requirements & contract timeline considerations had been met in their tender submission. Prestige provided an amended Lump Sum Price of \$874,075.64 inclusive of all contract requirements and reaffirmed that they would complete the contract works by the 18 November 2026.

An interview was conducted with Prestige Paving Pty Ltd. Prestige demonstrated a comprehensive understanding of the project scope, associated risks and construction complexities, including works within a constrained live urban road corridor and the management of multiple stakeholder and service authority interfaces. Their proposed methodology and mitigation measures reflect a well-planned approach to project delivery, supported by suitably qualified personnel, plant and subcontractor resources, while minimising disruption to residents, businesses, pedestrians, cyclists, public transport and road users throughout the construction period. Prestige also demonstrated a clear understanding of DTP compliance requirements.

Prestige Paving Pty Ltd has successfully completed a number of similar civil infrastructure projects for DTP, Glen Eira Council, Kingston Council and Manningham Council, including road reconstruction, shared user paths, streetscape upgrades, traffic management and intersection improvement works.

Referee checks undertaken by the TEP further confirmed Prestige Paving Pty Ltd's capability, reliability and track record in delivering projects of a similar size and complexity. Feedback received indicated that the contractor consistently delivered quality outcomes, maintained effective stakeholder engagement and successfully managed project risks while meeting program commitments.

An independent financial assessment of Prestige Paving Pty Ltd was undertaken by Corporate Scorecard and was deemed satisfactory.

At the conclusion of the evaluation process, the TEP reconfirmed its assessment and final ranking. Based on the final evaluation scores, including both price and non-price criteria, the TEP determined that Prestige Paving Pty Ltd represents the best value-for-money outcome for Council.

Accordingly, the Tender Evaluation Panel recommends that Prestige Paving Pty Ltd be awarded the tender for the Atherton Road / Atkinson Street Intersection – Traffic Signal & Civil Construction Works, as it is considered the contractor most capable of delivering the required works safely, efficiently and in accordance with Council’s objectives, project requirements and statutory obligations.

FINANCIAL IMPLICATIONS

The 2026/27 Capital Works Program makes provision for an allocated budget as follows:

CAPITAL BUDGET ALLOCATION	\$ GST Ex.
Project C10244 - Cycling Connection between Scotchmans Creek Trail and Djerring Trail - Stages 2B, 3 and 4	\$1,900,000.00
Project C09694 - Cycling Connection between Scotchmans Creek Trail and Djerring Trail (CFWD Surplus from 2025/26)	\$224,238.20
TOTAL PROJECT BUDGET	\$2,124,238.20

Total Anticipated Project Expenditure Based Upon Prestige Paving Pty Ltd’s Submission	
Lump Sum Price	\$874,075.64
Contingency	\$80,000.00
Project Management Fees	\$30,000.00
Internal Design Fees	\$10,000.00
External Design Fees	\$25,000.00
DTP (PROM* & Controller Upgrade)	\$30,000.00
Service Authority Alterations	\$114,000.00
TOTAL ANTICIPATED PROJECT EXPENDITURE	\$1,163,075.64

*(Programmable Read Only Memory) – Controls and manages the traffic signal operation.

The balance of allocated budget this FY is for construction of Stage 3 (Scotchmans Creek Trail to Dandenong Road) & concept development for Stage 4 (Dandenong Road Intersection Crossing).

SUSTAINABILITY OUTCOMES

The contractor has committed to incorporating sustainable construction practices through the use of recycled and circular economy materials, including recycled concrete aggregates, recycled asphalt



pavement, crushed recycled rock, and recycled steel reinforcement. The contractor also operates under an ISO 14001 certified Environmental Management System and implements waste minimisation initiatives aimed at reducing landfill disposal, increasing material reuse, lowering embodied carbon, and reducing transport-related emissions through fleet optimisation and local material sourcing. Additional measures include water recycling, rainwater harvesting, dust suppression, and pollution control practices throughout construction.

This project incorporates the use of recycled materials in its construction including:

- Reclaimed Asphalt Pavement (RAP) incorporated within new Type N asphalt mix: 77.5 tonnes.

The contract will support the local economy through the procurement of goods, services, and materials from businesses within the City of Monash and the broader South Eastern Melbourne region.

CONCLUSION

That Council approves the recommendations contained within this report.

ATTACHMENT LIST

Nil