

**4.1 TENDER FOR SUPPLY OF ENERGY EFFICIENT STREET LIGHTING HARDWARE AND INSTALLATION SERVICES (MAV P – SL3911)**  
(2021122: ES)

Responsible Director: Ossie Martinz

**RECOMMENDATION\***

*That Council:*

- 1. Approves the use of MAV contract SL3911 as prequalified suppliers for the procurement of Energy Efficient Street Lighting Hardware and Installation Services. This contract has an initial term ending 1/9/2021 with two (2) by one (1) year extensions for a final contract expiry date of 1/9/2023;*
- 2. Authorises the Chief Executive Officer to execute the contract agreement;*
- 3. Authorises the Chief Executive Officer to approve individual procurement activities where MAV Contract SL3911 has been used for prequalification of suppliers;*
- 4. Note that the total value of goods and services to be procured using this contract will be approximately \$3,520,000 over financial years 2020/21, 2021/22 and 2022/23 (noting that 2022/23 expenditure will be subject to future grant and budget bids);*
- 5. Note that funding of \$2,420,000 has been secured from the Commonwealth Community Infrastructure Grant to be expended by 31/12/2021; and*
- 6. Notes that the MAV Contract SL3911 initial term ends on 1/9/2021 and the contract has two (2) extension options of one (1) year each and authorises the Chief Executive Officer to approve extension options subject to the Municipal Association of Victoria extension approval and satisfactory performance for the City of Monash.*

*(\*all dollar figures are GST Inclusive unless stated otherwise).*

**INTRODUCTION**

Council officers seek to access a panel contract through the Municipal Association of Victoria to support the delivery of P-1282 Major Category Public Lighting Renewal to enable changeover of existing street lighting, upgrade and additional lighting installation to energy efficient lighting. This project will enable progression of Council's Net Carbon Zero targets.

**BACKGROUND**

Under the Local Government Act, the Municipal Association of Victoria, Procurement Australia and the Victorian Government Department of Premier & Cabinet are able to establish contracts on behalf of or accessible to Local Government authorities so that they may access suppliers in an efficient and cost effective manner. These organisations are focused on achieving better procurement outcomes by aggregating demand and achieving improved commercial and service outcomes.

In 2018, the MAV established a new panel of approved products and suppliers for the provision of approved energy-efficient lighting hardware and associated installation services on behalf of member councils. The principal objectives of the tender process were to:

- Establish a new panel of approved lighting products and suppliers;
- Facilitate the provision of lights and equipment that meets the energy efficiency requirements of councils;
- Establish a panel of approved standard and decorative lights that are:
  - Currently registered on the Australian Energy Market Operator (AEMO) Public Lighting Load Table and therefore permitted for street lighting purposes;
  - Currently approved by any of the Victorian Distribution Network Service Providers (DNSP) and TasNetworks and therefore approved for direct, unmetered connection to the electricity network and DNSP poles;
- Establish a contract that will provide Victorian and Tasmanian councils with access to all recently approved energy-efficient luminaires and associated hardware thereby reducing demand for electricity and associated running costs and greenhouse gas emissions; and
- Establish a contract that will provide approved street light installation services for the purpose of bulk change overs of inefficient minor/residential road (Category P) and major road (Category V) lights and associated hardware. This relates to the installation of street lighting in the distribution areas of host electricity DNSPs Ausnet Services and United Energy in Victoria and TasNetworks in Tasmania.

Note that the City of Monash is wholly within the distribution network of United Energy. This contract relates to lights and equipment approved for use in Monash. The contract provides for an option to extend the term for a further two (2) terms of one (1) year taking the final contract expiry date to 1 September 2023.

In this instance, this report is recommending Council accesses the Municipal Association of Victoria contract for these goods & services.

### ***NOTIFICATION***

The MAV tender was advertised as a public tender through a public notice placed in The Age Newspaper on 19 May 2018 and in Tenderlink on 16 May 2018. The tender was open for a period of 27 days and closed on 8 June 2018.

### ***TENDER EVALUATION***

The Municipal Association of Victoria, undertook an evaluation of all the submissions. Council was provided with a confidential recommendation report from the Municipal Association of Victoria, detailing the suppliers that were successfully awarded a contract.

The Council evaluation panel reviewed the recommendation report and recommends that the City of Monash accesses this contract as per the provided price schedule in line with the Public Lighting Asset Management Plan.

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

**FINANCIAL IMPLICATIONS****P-1282 Major Category Public Lighting Renewal Budget Allocation**

<b>Financial Year</b>	<b>Sum (Excl GST)</b>	<b>Sum(GST Incl)</b>	<b>Project Status</b>
2020/21	\$400,000	\$440,000	Approved
2021/22	\$2,200,000	\$2,420,000	Approved
2022/23	\$600,000	\$660,000	Pending
<b>Total Anticipated Expenditure</b>	<b>\$3,200,000</b>	<b>\$3,520,000</b>	

Note that the funding for 2021/22 is provided from the Commonwealth Community Infrastructure Fund and is required to be fully expended by 31/12/2021. This timetable will only be able to be delivered using the MAVP contract SL9311 as there will be insufficient time to independently tender, procure and install in accordance with the grant timetable.

It is intended that each phase of the procurement of street lights, associated equipment and installation services will be conducted by a specific request for quotation process using the MAVP SL9311 panel contract as pre-qualified suppliers. Use of the panel at each procurement phase will be subject to achieving best value for money within the required timeframes.

**CONCLUSION**

That Council approves the recommendations contained within this report.