



# AGENDA

## Tenders and Procurement Committee Meeting Tuesday, 10 December 2024

**Date** Tuesday, 10 December 2024

**Time** 9.30am

**Location** Meeting Room 1  
District Council Building  
King George Place  
Timaru

**File Reference** 1727645

## **Timaru District Council**

**Notice is hereby given that a meeting of the Tenders and Procurement Committee will be held in the Meeting Room 1, District Council Building, King George Place, Timaru, on Tuesday 10 December 2024, at 9.30am.**

### **Tenders and Procurement Committee Members**

The Mayor (Chairperson), Chairperson Commercial and Strategy Committee, Chairperson of the appropriate Standing Committee whose work is being tendered, Chairperson of the Environmental Services Committee

Quorum – no less than 3 members

### **Local Authorities (Members' Interests) Act 1968**

Committee members are reminded that if you have a pecuniary interest in any item on the agenda, then you must declare this interest and refrain from discussing or voting on this item, and are advised to withdraw from the meeting table.

Nigel Trainor  
**Chief Executive**

**Order Of Business**

<b>1</b>	<b>Apologies .....</b>	<b>5</b>
<b>2</b>	<b>Identification of Items of Urgent Business.....</b>	<b>5</b>
<b>3</b>	<b>Identification of Matters of a Minor Nature .....</b>	<b>5</b>
<b>4</b>	<b>Declaration of Conflicts of Interest .....</b>	<b>5</b>
<b>5</b>	<b>Reports .....</b>	<b>6</b>
5.1	Contract 2636 - Upgrade Evans Street Watermain.....	6
<b>6</b>	<b>Consideration of Urgent Business Items.....</b>	<b>9</b>
<b>7</b>	<b>Consideration of Minor Nature Matters.....</b>	<b>9</b>
<b>8</b>	<b>Exclusion of the Public.....</b>	<b>9</b>
9.1	Contract 2698 - Greater Timaru Ground Maintenance Contract .....	9
9.2	Contract 2699 - Rural Community Ground Maintenance Contract .....	9
<b>9</b>	<b>Public Excluded Reports.....</b>	<b>11</b>
<b>10</b>	<b>Readmittance of the Public.....</b>	<b>12</b>



- 1      Apologies**
- 2      Identification of Items of Urgent Business**
- 3      Identification of Matters of a Minor Nature**
- 4      Declaration of Conflicts of Interest**

## 5 Reports

### 5.1 Contract 2636 - Upgrade Evans Street Watermain

**Author:** Nick Houston, Water Services Project Team Leader

**Authoriser:** Andrew Dixon, Group Manager Infrastructure

#### Recommendation

1. That the tender from Rooney Earthmoving Limited for Contract 2636 being the construction of Evans Street watermain upgrade works for the sum of \$765,449.02 plus GST be accepted.
2. That the successful tender and awarded amount be released to the public.
3. That the Group Manager Infrastructure be authorised to approve contract variations within approved budget amounts.

#### Purpose of Report

- 1 To seek approval for tender acceptance for Contract 2636 – Evans Street watermain upgrade.

#### Assessment of Significance

- 2 This matter is assessed as of low significance in accordance with Council's Significance and Engagement Policy as the work is an approved project in the Long Term Plan.

#### Background

- 3 This contract is for the construction of a new watermain in Evans Street from Eversley Street to Grants Road in the vicinity of the Showgrounds development. The watermain will be renewed and relocated from the current State Highway 1 carriageway to a new alignment under the footpath. This will reduce future maintenance costs for both the Council watermain and the State Highway.
- 4 The scope of work includes the supply and installation of 483 metres of 150mm diameter watermain pipe with associated fittings, connections and traffic management.

#### Discussion

- 5 The procurement planning identified that contractors were required to be Council approved to undertake public watermain construction to ensure that public health was protected and to meet regulatory guidelines. It was also identified that with work in the State Highway corridor, extensive Temporary Traffic Management and approval by NZ Transport Agency would be required.
- 6 On this basis it was determined that given the specialist skills required that the contract would be invited tender.
- 7 Five local contractors were invited to submit a tender with tenders closing on 3 December 2024.

- 8 Three tenders were received as follows:

<b>Tender</b>	<b>Submitted Price (excluding GST)</b>
Rooney Earthmoving Limited	\$765,449.02
Hadlee and Brunton Limited	\$998,066.56
Fulton Hogan Limited	\$1,057,309.06

- 9 Tenders were evaluated based on the lowest price conforming tender evaluation process as specified in the contract document. The Tender Evaluation Team consisted of Council officers and an independent qualified evaluator.
- 10 All tenders were evaluated as conforming therefore the successful tenderer is the lowest submitted price.
- 11 The lowest price tenderer, Rooney Earthmoving Limited has previously submitted very competitive prices on other contracts and has performed well and cooperatively.

### **Options and Preferred Option**

- 12 Option 1 - To accept the lowest tender from Rooney Earthmoving Limited of \$765,449.02 plus GST (Preferred option).
- 13 Option 2 – Retender the contract using the same or different tender evaluation method. This is not recommended as the tender submissions demonstrated a competitive price and work would be delayed while this additional process was undertaken.

### **Consultation**

- 14 Residents affected by the proposed work will receive communications prior to commencement and during the contract works to keep them informed of what is happening, why and when.
- 15 The design has been in consultation with NZ Transport Agency representatives as the contract work is in the State Highway Corridor. This work is also essential to the final upgrade of the Showgrounds intersection and subsequent culvert and road pavement upgrade.

### **Relevant Legislation, Council Policy and Plans**

- 16 Timaru District Council Annual Plan 2023-24
- 17 Utilities Act 2010 and National Code of Practice for Utilities in the Road Corridor

### **Financial and Funding Implications**

- 18 It is confirmed that there is sufficient funding in the current approved budgets for this contract work and this contract is a significant part of the urban water reticulation renewals programme.
- 19 The Engineer's Estimate was \$1,108,776.50 and the LTP funding for this Project was \$1,400,000.00

**Other Considerations**

- 20 The work involves excavation in the State Highway corridor that will involve some hazards. The recommended contractor is very experienced in this area and appropriate safety measures will be undertaken.
- 21 Due to the very competitive Contractor rates received we will complete Part D from Eversley Street to Waimataitai Street as a variation to the Part C works. It was proposed to complete this section if Tenders came in under the LTP funding of \$1,400,000.00.

**Attachments**

**Nil**



**6 Consideration of Urgent Business Items****7 Consideration of Minor Nature Matters****8 Exclusion of the Public****Recommendation**

That the public be excluded from—

- \*(a)the whole of the proceedings of this meeting; or
- \*(b)the following parts of the proceedings of this meeting, namely,—

**9.1 Contract 2698 - Greater Timaru Ground Maintenance Contract****9.2 Contract 2699 - Rural Community Ground Maintenance Contract**

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Plain English Reason
<b>9.1 - Contract 2698 - Greater Timaru Ground Maintenance Contract</b>	s7(2)(b)(ii) - The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information	To protect commercially sensitive information
<b>9.2 - Contract 2699 - Rural Community Ground Maintenance Contract</b>	s7(2)(b)(ii) - The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information	To protect commercially sensitive information

\*I also move that [\[name of person or persons\]](#) be permitted to remain at this meeting, after the public has been excluded, because of their knowledge of [\[specify\]](#). This knowledge, which will be

of assistance in relation to the matter to be discussed, is relevant to that matter because [\[specify\]](#)

.

\*Delete if inapplicable.

**Note**

[Section 48\(4\)](#) of the Local Government Official Information and Meetings Act 1987 provides as follows:

- “(4)Every resolution to exclude the public shall be put at a time when the meeting is open to the public, and the text of that resolution (or copies thereof)—
  - (a)shall be available to any member of the public who is present;  
and
  - (b)shall form part of the minutes of the local authority.”

## **9      Public Excluded Reports**

## **10      Readmittance of the Public**