

18 CONFIDENTIAL ITEMS**18.2 PRIME MOVER REPLACEMENT****RECOMMENDATION**

That:

1. Pursuant to Section 90(2) & (3) of the Local Government Act 1999 the Council orders that the public, with the exception of the Chief Executive Officer, Manager Corporate Services, Manager Infrastructure Services, Manager Property and Development Services, Manager Major Project Delivery, Coordinator Executive Services, Coordinator Organisational Development and the Minute Secretary be excluded from attendance at the meeting held on Wednesday 16 March 2022 for Agenda Item 18.2 Prime Mover Replacement;
2. The Council is satisfied that pursuant to section 90 (3) (k) of the Local Government Act 1999, the information to be received, discussed or considered in relation to the Agenda Item 18.2 Prime Mover Replacement is:
tenders for the supply of goods, the provision of services or the carrying out of works.
3. The Council is satisfied that the principle that the meeting be conducted in a place open to the public has been outweighed by the need to discuss this Agenda Item 18.2 in confidence.

**MOVED COUNCILLOR MICK SPARNON
SECONDED COUNCILLOR PAUL IRELAND**

That:

1. Pursuant to Section 90(2) & (3) of the Local Government Act 1999 the Council orders that the public, with the exception of the Chief Executive Officer, Manager Corporate Services, Manager Infrastructure Services, Manager Property and Development Services, Acting Manager Major Project Delivery, Coordinator Executive Services and the Minute Secretary be excluded from attendance at the meeting held on Wednesday 16 March 2022 for Agenda Item 18.2 Prime Mover Replacement;
2. The Council is satisfied that pursuant to section 90 (3) (k) of the Local Government Act 1999, the information to be received, discussed or considered in relation to the Agenda Item 18.2 Prime Mover Replacement is:
tenders for the supply of goods, the provision of services or the carrying out of works.
3. The Council is satisfied that the principle that the meeting be conducted in a place open to the public has been outweighed by the need to discuss this Agenda Item 18.2 in confidence.

CARRIED.

18.2 PRIME MOVER REPLACEMENT

Responsible officer: Matthew Sherman, Manager Infrastructure Services

- Attachments:
1. Bid Comparison
 2. FUSO Quote
 3. North East Group Quote Iveco

Section under the Act	The grounds on which part of the Council or Committee may be closed to the public are listed in Section 90(2) & (3) of the <i>Local Government Act 1999</i> .
Sub-clause and Reason:	(k) - tenders for the supply of goods, the provision of services or the carrying out of works.

Executive Summary

Council is in the unfortunate situation of needing to replace the Isuzu prime mover that was damaged whilst being used for construction works. Council received an allocation of \$181,318 from insurance to purchase a replacement prime mover

Council advertised tenders for the Prime Mover via SA Tenders website during January and February 2022. Two conforming tenders were received.

The tenders were evaluated against the tender assessment criteria included in the tender documentation.

RECOMMENDATION

That Council purchases one new FUSO Prime Mover from Daimler Trucks Adelaide for the price of \$183,381.29 (Ex GST), plus registration costs.

**MOVED COUNCILLOR ANDREW GRIEGER
SECONDED COUNCILLOR REBECCA BOSELEY**

That Council purchases one new FUSO Prime Mover from Daimler Trucks Adelaide for the price of \$183,381.29 (Ex GST), plus registration costs.

CARRIED.

Background

Council needs to replace the Isuzu prime mover that was damaged whilst construction works were being undertaken in late November 2021

Context

Council called for tenders via the SA Tenders website. The tender period opened on 14 January 2022 and closed 5pm Thursday 24 February 2022. Three tenders were submitted.

The two tenders were conforming.

Tenders were evaluated in accordance with the assessment criteria that was included in the tender as well as assessment on price, availability/delivery, quality and adherence to safety.

Tender prices provided by each tenderer are all GST exclusive.

Policy and statutory implications

Council has a procurement policy and the tender process has been undertaken in accordance with the policy.

All Council purchases must be carried out in compliance with the Local Government Act 1999 (the Act). Section 49 (a1) of the Act requires Council to develop and maintain procurement policies, practices and procedures directed towards:

- Obtaining value in the expenditure of public money, and
- Providing for ethical and fair treatment of participants, and
- Ensuring probity, accountability and transparency in the procurement process.

Council is not obliged to accept the lowest tender or any tender.

Issues

A bid comparison is provided as an attachment to this report.

Alternate options

This is not a planned replacement. Council may choose not to proceed with the purchase, however this option is not preferred.

Financial implications

The allocation provided by the insurance \$181,318 falls \$2,063.29 short of the cost of the FUSO prime mover cost of \$183,381.29. This shortfall can be covered by savings and sale of plant that have occurred this financial year

Work Health and Safety and Risk implications

The submitted tenders included work health and safety components. There are no risk implications.

Consultation

This matter has arisen out of circumstance that are unfortunate and unexpected.

BID COMPARISON SUMMARY

Prime Mover **Mover 2021/22**

BID COMPARISON SUMMARY												
Vendors Name	North East Group Iveco		Daimler Trucks Adelaide- FUSO		0		0		0		0	
Tendered Price	\$216,397.00		\$183,381.00		N/A		N/A		N/A		N/A	
WEIGHTING (%)	Point Score (out of 5)	Weighted Score	Point Score (out of 5)	Weighted Score	Point Score (out of 5)	Weighted Score	Point Score (out of 5)	Weighted Score	Point Score (out of 5)	Weighted Score	Point Score (out of 5)	Weighted Score
	Price	4.2	59.3	5.0	70.0	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!
Availability / Delivery	4.0	8.0	4.0	8.0	3.0	6.0	3.0	6.0	3.0	6.0	3.0	6.0
Quality	3.5	10.5	3.5	10.5	4.0	12.0	4.0	12.0	4.0	12.0	4.0	12.0
Adherence to Safety	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
TOTAL (out of 100%)		81.8		92.5		####		####		####		N/A

Median Price = \$199,889.00

Recommendation:
 Council has a budget allocation of \$181,318 ex GST for the acquisition of 1 x new Prime Mover. There were 2 companies that tendered for the Prime Mover that being North East Group -Iveco and Daimler Trucks Adelaide. Both tenders provided good quality vehicles for Council to review and both provide Council with what it needs as a replacement for the Isuzu Prime mover. Having considered that Council has a budget of \$181,318 Ex GST then although Daimler Truck Adelaide is \$2,063 over budget it is the preferred option for Council to Purchase. The extra expense can be found in savings from the Plant and machinery program

Evaluator's Name: Matthew Sherman , Neil Steer

Date: 28-Feb-22

Approved by Manager:

Date:

Supplier / Contractor / Consultant Rating:
5 = Excellent
4 = Very good
3 = Good, better than average
2 = Acceptable
1 = Marginally adequate - success likely but not assured
0 = Will fail to satisfy required standards (disqualification)

Southern Mallice District Council Confidential

NORTH EAST GROUP



The One Stop Truck Shop

www.northeast.com.au | www.adelaideveco.com.au

Capem Pty Ltd | ABN 42 008 000 664 | ACN 008 000 664



Southern Mallee District Council
Mr. MATTHEW SHERMAN
PO BOX 49

PINNAROO SA 5304
Contact No: 0428 891 116
Email: matthew.sherman@southernmallee.sa.gov.au

QUOTATION

Quote No.: 37235
Quote Date: 21/02/2022
Quote Expiry Date: 23/03/2022
Salesman: Bradley Hunt

BODY DETAILS

BALLRACE TURN TABLE MOUNTED TO CHASSIS ANGLES, TWO (2) LED ROTATING LIGHTS ON CAB ROOF WITH DASH SWITCH AND L.E.D. WARNING LIGHT IN CAB, TWO (2) LED TAIL LIGHTS AT REAR, SUZI COIL LONG ELECTRICAL FOR TIPPER, AIR LINES AND ELECTRICAL COILS ON POGO STICK, ALUMINIUM TREAD PLATE WALK BOARD, WINDOW TINT, INSTALL SUPPLIED COUNCIL RADIOS AND ANTENNAS 2 X UNITS, SUPPLY AND FIT 1X 4.5KG FIRE EXTINGUISHER TO CHASSIS

QUOTE DETAILS

Price (Exc GST):	\$269,471.28
Body Price :	\$10,300.00
Less Discount:	\$63,373.48
Sub Total (Exc GST):	\$216,397.80
GST:	\$21,639.78
TOTAL VEHICLE PRICE (Inc GST):	\$238,037.58
Registration & Other Charges not included	
Stamp Duty not included	
CHANGEOVER (Inc GST):	\$238,037.58

Notes

REGISTRATION TO BE ON CHARGED AT COST AT TIME OF DELIVERY

Best regards,

Bradley Hunt
NORTH EAST GROUP

BURTON
1222-1238 Port Wakefield Road
(08) 8280 9899
reception@northeast.com.au

HAMPSTEAD GARDENS
252 North East Road
(08) 8261 4004
reception@adelaideisuzu.com.au

PORT AUGUSTA
3 Footscay Road
(08) 8443 4233
reception@northeast.com.au

LONSDALE
29 Aldershot Road
(08) 8307 1700
reception@northeast.com.au

SHEPPARTON
6 Whalley Street
(05) 8621 9811
reception@northeast.com.au

Validity Period

The above quote is valid for 30 days, from thereafter North East Group reserves the right to re-quote.

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That having considered agenda Item 18.2 in confidence under section 90 (2) and (3) (k) of the Local Government Act 1999, the Council pursuant to section 91 (7) of the Act orders that the documents considered by the Council, including the officer's report and all minutes be retained in confidence. This order is to be reviewed at or before the ordinary Council meeting to be held in January 2023, as to if this order is to continue in operation.

MOVED COUNCILLOR MICK SPARNON

SECONDED COUNCILLOR REBECCA BOSELEY

That having considered agenda Item 18.2 in confidence under section 90 (2) and (3) (k) of the Local Government Act 1999, the Council pursuant to section 91 (7) of the Act orders that the documents considered by the Council, including the officer's report and all minutes be retained in confidence. This order is to be reviewed at or before the ordinary Council meeting to be held in January 2023, as to if this order is to continue in operation.

CARRIED.