



12 Reports

12.2 Works Manager's Report dated April 2018

12.2.5 Confidential Item – Rubble Carting Tender

Recommendation

Pursuant to Section 90 [2] of the Local Government Act 1999 the Council orders that all persons, except the Chief Executive Officer, Works Manager, Manager Building and Regulatory Services, Manager Corporate Services and the Minute Secretary be excluded from attendance at the meeting for Agenda Item 12.2.5 Rubble Carting Tender

The Council is satisfied that pursuant to section 90 [3] [k] of the Act, the information to be received, discussed or considered in relation to the Agenda Item is information the disclosure of which would involve tenders for the supply of goods, the provision of services or the carrying out of works

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 item in confidence because the disclosure would involve tenders for the supply of goods, the provision of services or the carrying out of works

Distributed with the agenda is a summary of the Rubble Carting Tenders for Elected Members information

Recommendation

Having considered agenda Item 12.2.5 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 item and the minutes, reports and all other records, relating to the matter be retained in confidence. This order is to be reviewed at or before the Ordinary Council Meeting to be held in January 2019, as to if this order is to continue in operation



Rubble Carting and Loading Tender 2018 [3yr + 1 +1]

The Council put out a selective tender for a 3yr +1 + 1 contract to carry out rubble carting of the Council's resheet programme

The Tender opened on 7 March 2018 and closed 3 April 2018

Tenders were received via email matthew.sherman@southernmallee.sa.gov.au by 5pm 3 April 2018

3 Contractors were selected that have all worked as contractors for Local Government

- **Frank Fatchen Pty Ltd [Tintinara]**
- **Southern Contracting Group [Lameroo]**
- **GR & VA McArdle**

Of these 3 Contractors there were 2 replies Southern Contracting Group and GR & VA McArdle

Frank Fatchen Pty Ltd did not respond

Evaluation

An evaluation was undertaken on the 2 conforming tenders submitted by and Southern Contracting Group and GR & VA McArdle. Evaluation fields were as follows:

- Compliance with Specification
- Development of Local Business and Industry
- Nett Price
- Environmental

Tenders supplied a dollar figure per tonne /per km. From this I was able to work out the difference between the 2 tenders of the dollar value per road.

McArdle's truck and trailer carries 27 tonnes

Southern Contracting Group [SCG] carries 29.5 Tonnes

Evaluation

Based on the tonnages carried per load and road length of 1km , road width of 7m and a depth of 150mm-170mm the amount of loads required to do 1km for each of the contractor is :

McArdle's- **66 loads [1800 Tonnes per km]**

Southern Contracting Group-**61 loads [1800 Tonnes per km]**

Therefore the cost for cartage per km on roads for the upcoming budget would be as follows:

Claypan West -70km Lead [5km]

McArdle = \$16.10 per km X 27T X 66 = \$28,690.20 per km [\$143,451]

SCG = \$11.75 per km X 29.5T X 61 = \$21,144.12 per km [\$105,720]

Karte Road -75km Lead [3km]

McArdle = \$17.25 per km X 27T X 66 = \$30,739.50 per km [92,218]

SCG = \$12.38 per km X 29.5T X 61 = \$22,277.81 per km [\$66,833]

Orwell Road – 52km Lead [4km]

McArdle = \$11.95 per km X 27T X 66 = \$21,306.12 per km [\$85,224]

SCG = \$9.34 per km X 29.5T X 61 = \$16,807.33 per km [\$67,229]

Oaks road – 70km Lead [2.5km]

McArdle = \$16.10km X 27T X 66 = \$28,690.20 per km [\$71,725]

SCG = \$11.75 per km X 29.5T X 61 = \$21,144.12 per km [\$52,860]

Schiller Road – 35km Lead [2km]

McArdle = \$8.05 per km X 27T X 66 = \$14,345.10 per km [28,690]

SCG = \$6.79 per km X 29.5T X 61 = \$12,218.60 per km [24,437]

Combining all the roads together the total cost will be:

McArdle= \$421,308

SCG = \$317079

The difference being \$104,229 being in favour of Southern Contracting Group

*Please note that all figures are worked on without loader hire rate, this is because McArdle supplied a separate rate of \$200 day whereas Southern Contracting Group supplied 2 x rates 1 with the loader included and 1 without .This was done so the comparison to compare was the same

Given the figures above and the fact that Southern Contracting Group is a local based contractor the recommendation would be to Southern Contracting Group the tender

Recommendation

That the Council award the tender for the Carting and Loading of Council's rubble for Council's resheet programme for a period of 3 Years to Southern Contracting Group with the right to enter into discussions with to provide the service for an additional year

14 Confidential Items

14.3 Rubble Carting Tender

Cr Neville Pfeiffer moved Cr Stacey Milde seconded that pursuant to Section 90 [2] of the Local Government Act 1999 the Council orders that all persons, except the Chief Executive Officer, Works Manager, Manager Building and Regulatory Services, Manager Corporate Services and the Minute Secretary be excluded from attendance at the meeting for Agenda Item 12.2.5 Rubble Carting Tender

The Council is satisfied that pursuant to section 90 [3] [k] of the Act, the information to be received, discussed or considered in relation to the Agenda Item is information the disclosure of which would involve tenders for the supply of goods, the provision of services or the carrying out of works

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 item in confidence because the disclosure would involve tenders for the supply of goods, the provision of services or the carrying out of works at 12.15 pm

Carried 24 / 0418

Cr Brian Toogood moved Cr Allan Dunsford seconded that the Council award the tender for the Carting and Loading of Council's rubble for Council's resheet programme for a period of 3 Years to Southern Contracting Group with the right to enter into discussions with to provide the service for an additional year

Carried 25 / 0418

Cr Stacey Milde moved Cr Allan Dunsford seconded that having considered agenda Item 12.2.5 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 item and the minutes, reports and all other records, relating to the matter be retained in confidence. This order is to be reviewed at or before the Ordinary Council Meeting to be held in January 2019, as to if this order is to continue in operation at 12.20 pm

Carried 26 / 0418