



two ways :: one outcome

SUPPLEMENTARY AGENDA

FINANCE AND AUDIT COMMITTEE MEETING MONDAY, 12 NOVEMBER 2012

The Finance and Audit Committee Meeting of the Central Desert Shire Council will be held in the Ntyarkle Room, Alice Springs on Monday, 12 November 2012 at 10:00AM.

TABLE OF CONTENTS

ITEM	SUBJECT	PAGE NO
-------------	----------------	----------------

S GENERAL BUSINESS

S.1 Entry into contract - Road construction 4

GENERAL BUSINESS

ITEM NUMBER S.1
TITLE Entry into contract - Road construction
REFERENCE \10 - CORPORATE
SERVICES\FINANCIAL
MANAGEMENT\COMMITTEES\FINANCE AND
AUDIT COMMITTEE - 177292
AUTHOR Muhammad Waqas, Finance Manager

**RECOMMENDATION:**

That the Finance & Audit Committee endorse entry into contract following public tender with Bennally Pty Ltd for a contract price of \$123,859.09 excluding GST.

SUMMARY: The Finance and Audit Committee is being asked to endorse the entry into contract for Willowra Airport Access Road construction.

BACKGROUND

An upgrade of the Willowra Airport Access road (3.8km) is required to provide all-weather access. This has been identified as a priority in Council's 10-year Roads plan.

A tender for works was released on Monday 5 November, with two tender bids received.

The lowest cost tender is from Bennally Pty Ltd (Peter Saint, Kurundi Station) for \$123,859.09 ex GST. This is below the budgeted amount for this project, being \$150,000.

See the attached Procurement Advice for details.

The contractor is currently onsite undertaking airstrip upgrade works for the NT Government, and can commence work on the access road as soon as the airstrip works are completed.

Works will include lifting and gravelling of two low lying areas of the road that currently suffer from flooding, and will provide reliable all-weather access to the airstrip for medical evacuations and other priority actions.

ISSUES, CONSEQUENCES AND OPTIONS

Nil

ATTACHMENTS:

1 Procurement Advice - Willowra Airport Access Road.pdf



location: 1 Bagot Street Alice Springs
 post: PO Box 2257 Alice Springs NT 0871
 web: www.centraidesert.nt.gov.au
 phone: 08 8958 9500
 fax: 08 8958 9501

PROCUREMENT ADVICE FOR GOODS, SERVICES OR WORKS

- Procurement Cost <= \$ 10,000.00** (One or more written quotes required).
- Procurement Cost between \$ 10,000.00 and \$100,000.00** (Minimum of 3 quotes required).
- Procurement Cost > \$ 100,000.00** (Public tender to be issued and tenders assessed by a tender committee of at least 3 members and resolution passed through council).

Funding Body	Roads to Recovery
PFA Project Numbers	To be allotted.
Financial Year	2012/13
Project Expenditure Type	Upgrade
Project Description	Willowra airstrip access upgrade
Budget amount (ex GST)	\$ 150,000.00


Procurement Item	Road works	
Procurement Method	Quotations from contractor on-site and one from previous contractor.	
Reason for procurement method	One Contractor is already on-site and will not charge mobilisation. The other contractor has previously worked with us recently and will provide comparison rates.	
Number of tenderers / quotes sought	2 quotes	
Number of tenderers / quotes received	2 received	
	Organisation	Amount (ex GST)
Quote 1:	Bennally Pty. Ltd.	\$ 123,859.09
Quote 2:	D & C Dehne Constructions	\$ 135,545.45
Preferred Supplier	Bennally Pty. Ltd.	
Reason	Lowest quotation	
Supply date	13/11/2012	
Amount (ex GST)	\$ 123,859.09	
Sundry additional items not subject to tender		
Description	Amount (ex GST)	
Administration fee (internal shire)		
Project management and Labour fee		


Acceptance from tender committee:


The tender committee shall comprise a minimum of 3 council's staff and shall comprise the following:

- The Chief Executive Officer, or the Director of Corporate Services, or the Director of Infrastructure ~ who shall chair the committee, and;
- A member of the finance unit, and;
- An officer with expertise in the supply being tendered.


We certify that the information above is an accurate and correct description of the procurement process.


 Signed: _____ Name (printed): GLENN MARSHALL Position: DIRECTOR WORKS Date: 09/11/2012


 Signed: _____ Name (printed): DILIP NELLIKATT Position: WORKS ENGINEER Date: 09/11/2012


 Signed: _____ Name (printed): Paul East Position: Assistant Finance Manager Date: 09.11.2012

If the quote is above \$ 100,000.00 obtain approval from CEO.

Approved: CEO:  _____ Date: 9.11.12