

**ITEM 8. TENDER – KING GEORGE V RECREATION CENTRE LOUVRES
UPGRADE**

FILE NO: S126661

TENDER NO: 1618

SUMMARY

This report provides details of the tenders received for the King George V Recreation Centre louvres upgrade.

The King George V Recreation Centre was constructed in 1998. The louvres upgrade project consists of replacing the existing aluminium and glass louvres with like-for-like material and replacing the existing main entrance door with new automated glass doors. The doors are to be integrated into an in-house fire system that can switch doors to manual mode in case of emergency.

This report recommends that Council accept the tender offer of Tenderer 'B' for the King George V Recreation Centre louvres upgrade.

RECOMMENDATION

It is resolved that:

- (A) Council accept the tender offer of Tenderer 'B' for the King George V Recreation Centre louvres upgrade; and
- (B) authority be delegated to the Chief Executive Officer to negotiate, execute and administer the contracts relating to the tender.

ATTACHMENTS

Attachment A: Tender Evaluation Summary (Confidential)

(As Attachment A is confidential, it will be circulated separately from the agenda paper and to Councillors and relevant senior staff only.)

BACKGROUND

1. The City of Sydney owns and manages the King George V recreation centre located at 3 Cumberland Street, The Rocks. Located in the heart of The Rocks, the King George V recreation centre provides high quality sports and fitness facilities and a range of community services to city residents, workers, students and visitors. The centre, constructed in 1998, provides multi-purpose indoor and outdoor courts, as well as a spacious gym and popular exercise classes.
2. Due to the continuing high demand placed on the King George V facilities since it opened in 1998, the centre requires the existing aluminium and glass louvres to be replaced with standard louvres. The existing aluminium and glass louvres are worn out and require maintenance. The manufacturer of the existing louvres is no longer in business and the City has found it difficult to procure spare parts. The new louvres will allow the natural flow of outside air into the basketball court with the addition of mesh to prevent leaves getting into the basketball court. In addition, the centre requires the main entrance door to be automated, as experience with the current doors is that strong winds damage the doors and raise safety concerns.

INVITATION TO TENDER

3. The tender was advertised in The Daily Telegraph and The Sydney Morning Herald on 10 March 2016 and 15 March 2016, and on Council's E-tender website on 10 March 2016, and closed on 7 April 2016.

TENDER SUBMISSIONS

4. Two submissions were received from the following organisations (listed alphabetically):
 - Harris Mackay Commercial Pty Ltd;
 - Structus Pty Ltd.
5. No late submissions were received.

TENDER EVALUATION

6. All members of the Tender Evaluation Panel have signed Pecuniary Interest Declarations. No pecuniary interests were noted.
7. The relative ranking of tenders as determined from the total weighted score is provided in the confidential Tender Evaluation Summary – Attachment A.
8. All submissions were assessed in accordance with the approved evaluation criteria being:
 - (a) the lump sum price and schedule of prices;
 - (b) previous experience in works of a similar nature;
 - (c) specified personnel and subcontractors;
 - (d) proposed program;
 - (e) proposed methodology and environmental management;

- (f) Workplace Health & Safety; and
- (g) financial and commercial trading integrity including insurances.

PERFORMANCE MEASUREMENT

- 9. The City will monitor key performance indicators to measure the performance level of the successful contractor during the works. Performance results will be used to determine the suitability of contractors for future works.

FINANCIAL IMPLICATIONS

- 10. There were sufficient funds allocated for this project within the 2015/16 capital works budget. As works will now commence next financial year, the capital budget for 2015/16 will be “rolled” over into 2016/17 to fund the works.

RELEVANT LEGISLATION

- 11. The tender has been conducted in accordance with the Local Government Act 1993, the Local Government (General) Regulation 2005 and the City’s Contracts Policy.
- 12. Attachment A contains confidential commercial information of the tenderers and details of Council’s tender evaluation and contingencies which, if disclosed, would:
 - (a) confer a commercial advantage on a person with whom Council is conducting (or proposes to conduct) business; and
 - (b) prejudice the commercial position of the person who supplied it.
- 13. Discussion of the matter in an open meeting would, on balance, be contrary to the public interest because it would compromise Council’s ability to negotiate fairly and commercially to achieve the best outcome for its ratepayers.

CRITICAL DATES / TIME FRAMES

- 14. The project is currently scheduled to commence on 25 August 2016 and completed by 21 October 2016, to coincide with the centre’s operational requirements.

AMIT CHANAN

Director City Projects and Property

Vivien Phung, Acting Operations Coordinator