

**WS018: CONTRACT C13020 - HANRAHAN STAGE 3A LEACHATE
MANAGEMENT WORKS**

Land Description : Lot 1135 Cuming Rd (off Hanrahan Rd)
Lot 2 198 Hanrahan Rd
Proponent : City of Albany
Owner : City of Albany
Business Entity Name : Hanrahan Landfill Site
Councillor Workstation : Nil
Responsible Officer(s) : Executive Director Works and Services (M Thomson)

Responsible Officer Signature



STRATEGIC IMPLICATIONS

1. This item directly relates to the following elements of the City of Albany Strategic Community Plan 2013 and Corporate Business Plan 2013-2017:
 - a. **Key Theme:** 2. Clean, Green and Sustainable
 - b. **Strategic Objectives:** 2.3 To advocate for and support “green” initiatives within our region
 - c. **Strategic Initiative:** 2.3.1 Waste Management

Maps and Diagrams:



In Brief:

- Tender award for construction of Stage 3A of the leachate drainage management system for the Hanrahan Landfill Site;
- One complying tender with Great Southern Sands the recommended contractor;
- Works scheduled for completion by end of April 2014.

RECOMMENDATION

**WS018: COMMITTEE RECOMMENDATION
VOTING REQUIREMENT: ABSOLUTE MAJORITY**

THAT Council AWARD the for C13020 Hanrahan Stage 3A Leachate Management Work to Great Southern Sands, subject to approvals.

WS018: COMMITTEE RECOMMENDATION

MOVED: COUNCILLOR BOWLES
SECONDED: COUNCILLOR GREGSON

THAT Council AWARD the for C13020 Hanrahan Stage 3A Leachate Management Work to Great Southern Sands, subject to approvals.

CARRIED 5 -0

WS018: RESPONSIBLE OFFICER RECOMMENDATION
VOTING REQUIREMENT: ABSOLUTE MAJORITY

THAT Council AWARD the for C13020 Hanrahan Stage 3A Leachate Management Work to Great Southern Sands, subject to approvals.

BACKGROUND

2. The Department of Environmental Regulation (DER) has directed the City of Albany as a condition of its licence for the Hanrahan Landfill Site to achieve the outcome of no leachate discharge from the premises.
3. In May 2013 Stages 1 & 2 of the leachate management works were successfully completed with leachate levels substantially reduced.
4. This tender is for Stage 3A of the project. The final stage 3B works are scheduled for the 2014/15 financial year.
5. Design, specification and contract documentation has been prepared by external consultants to the stage of "Issue for Tender". The tender was from 4 September 2013 to 2 October 2013.
6. The City of Albany will act in the role of superintendent for the project.
7. The final stage 3B works are scheduled for the 2014/15 financial year.

DISCUSSION

8. A request for tenders was published in the West Australian on the 4 September 2013 and the Albany Weekender on 5 September 2013.
9. A total of 29 tender documents downloaded from the City of Albany website during the tender period from 4 September 2013 to 2 October 2013.
10. One completed tender document was submitted on or before the stipulated closing date and time.
11. Despite being the only submission received the tender was evaluated using the weighted attributes methodology to ensure that all tender specifications were met. This method scores the evaluation criteria and weights their importance to determine an overall point score for each tender. The criteria are tabled below:

Criteria	% Weight
Cost	50
Demonstrated Understanding	15
Relevant Experience	15
Key Personnel (skills & experience)	10
Tenderers Resources	10
Total	100

12. The following table summarises the tender and overall evaluation score applicable to the submission.

Tenderer	Total Evaluation Score
Great Southern Sands	550

13. On the basis of the total evaluation score which considers cost, demonstrated understanding, key personnel (skills & experience) and relevant experience Great Southern Sands is considered to be a suitable contractor to undertake the work.

GOVERNMENT & PUBLIC CONSULTATION

14. The Department of Environment and Regulation (DER) have been consulted throughout the process with their works approval currently pending. It is anticipated that works approval for Stage 3A will be issued prior to 30 November 2013. Work cannot commence without Department of Environment and Conservation works approval.
15. The leachate management works are a licensing and operational requirement of the landfill not requiring public consultation.

STATUTORY IMPLICATIONS

16. Regulation 11 of the *Local Government (Functions and General) Regulations 1996 (Regulations)* requires Council to publicly tender if the contract is, or is expected to be, more, or worth more, than \$250,000.
17. Regulation 18 of the Regulations outlines a number of requirements relating to choice of tender. Council is to decide which of the acceptable tenders is the most advantageous to Council. It may also decline to accept any tender.

18. Regulation 19 of the Regulations requires Council to advise each tenderer in writing the result of Council's decision.

POLICY IMPLICATIONS

19. The City of Albany Tender Policy and Regional Price Preference Policy are applicable to this item.

RISK IDENTIFICATION & MITIGATION

20. The risk identification and categorisation relies on the City's Risk Management Framework.

Risk	Likelihood	Consequence	Risk Analysis	Mitigation
<i>If Stage 3A of the leachate drainage system is not constructed the City of Albany will be in non-compliance with its DEC landfill licence conditions and will be liable for financial penalties and/or potential closure of the landfill facility</i>	<i>Likely</i>	<i>Major</i>	<i>High</i>	<i>Ensure Leachate Management Works Stage 3A is constructed.</i>
<i>Non compliance with contract or business failure</i>	<i>Unlikely</i>	<i>Moderate</i>	<i>Moderate</i>	<i>General conditions of contract allow for contract termination on the basis of failure to supply goods & services</i>

FINANCIAL IMPLICATIONS

21. Funding for the leachate management work is sourced from the Waste Reserve and is budgeted for in the 2013/14 financial year under budget line item Job Number 3287.

LEGAL IMPLICATIONS

22. Not applicable.

ENVIRONMENTAL CONSIDERATIONS

23. The City's waste services are licenced and monitored by the Department of Environment Regulation (DER) under the Environmental Protection Act 1986.
24. An Environmental Assessment Management Plan and an Acid Sulphate Soils Management Plan have been completed and lodged with the DER as part of the works approval process.

ALTERNATE OPTIONS

25. Council can accept or reject the tender submitted.

SUMMARY CONCLUSION

26. Only one tender submission was received for this contract.
27. On reviewing the submission, the evaluation team assessed Great Southern Sands as being a suitable tenderer across the evaluation criteria in terms of cost, demonstrated understanding, key personnel (skills & experience) and relevant experience. Great Southern Sands are recommended to be awarded the Hanrahan Stage 3A Leachate Management Works contract.

Consulted References	:	Not Applicable
File Number (Name of Ward)	:	All Wards
Previous Reference	:	OCM 21/04/2009 Item 13.1.1