

6.7 TENDER IE99/2020 - BEATTY PARK LEISURE CENTRE INDOOR LEISURE POOL FILTER PLANT REPLACEMENT (AND ASSOCIATED WORKS) - APPOINTMENT OF SUCCESSFUL TENDERER

Attachments: 1. Evaluation Worksheet - Confidential

RECOMMENDATION:

That Council:

1. **ACCEPTS** the tender (Option 1) submitted by Trisleys Hydraulic Services for Tender IE99/2020 for Beatty Park Leisure Centre Filtration Plant Replacement and Outdoor and Dive Pool Works; and
2. **APPROVES BY AN ABSOLUTE MAJORITY** the allocation of additional funds of \$300,000 within the 2020/21 Annual Budget for this project.

PURPOSE OF REPORT:

To report to Council the outcome of Tender IE 99/2020 and to recommend the acceptance of a tenderer.

BACKGROUND:

Beatty Park Leisure Centre underwent significant capital renewal during the period 2011-2013. Works included retiling of all pools, reception and eastern change room renewal and the addition of a gym, and group fitness rooms. No improvements were made to the plant room and plant.

The filtration units servicing the 25m leisure pool are some 30 years of age and well past end of life, almost double the manufacturers' recommendation. Sporadic failures have been patched over some years, however complete renewal is now required to avoid the risk of unplanned failure.

The works that will be undertaken as part of this project can be summarised as follows:

- All filtration plant including pipework to 25m indoor pool (entire system renewal)
- Renewal of mechanical equipment associated with the outdoor pools
- New backwash tank
- New chemical dosing system for all pools
- Filtration management system

It is proposed that other projects including tiling renewal and change room construction occur aligned with the expected six month shut down period. The three projects are separate tenders as they each involve a very specific and complex portfolio of trades.

DETAILS:

The estimated value of the contract was \$900,000. As the total budget exceeds \$250,000, *Policy No. 1.2.3 – Purchasing* has been applied and an open public tender process was conducted. Under CEO Delegation 1.19 the Executive Director Infrastructure and Environment approved the procurement plan, which included the following evaluation criteria.

| Qualitative Criteria | Weighting |
|--|------------|
| <p>A. Demonstrated Understanding Tenderers must provide the following information and supply any other relevant details in an attachment and label it “Demonstrated Understanding”:</p> <p>Tenderers to demonstrate they understand the scope of works required by providing:</p> <ul style="list-style-type: none"> a) Proposed methodology / process for delivering the services on time and within budget b) identify potential issues / risks and how these will be mitigated, c) a project delivery plan including key stages and timelines | 50% |
| <p>B. Resources Tenderers must address the following information and supply any other relevant details in an attachment and label it “Resources”:</p> <ul style="list-style-type: none"> a) Tenderers to provide evidence that they have the required plant, equipment and appropriately skilled staff to undertake the demands the City requires. | 40% |
| <p>C. Environmental Responsibility Tenderers must address the following information and supply any other relevant details in an attachment and label it “Environmental Responsibility”:</p> <ul style="list-style-type: none"> a) Provide details of your organisation’s environmental policy and / or practices which manage or reduce the impact on the environment. | 10% |

Tender Assessment

At the close of the advertising period, three tender responses were received, all of which were deemed compliant, from the following companies:

- Trisleys Hydraulic Services.
- Commercial Aquatics Australia.
- Tropical Pools.

The tenders were assessed by members of the Tender Evaluation Panel (below) on the 1 December 2020, each tender was assessed using the above Evaluation Criteria, with a scoring system being used as part of the assessment process.

| Title | Role |
|---|------------|
| Manager Beatty Park Leisure Centre | Voting |
| Coordinator City Buildings | Voting |
| Officer Projects City Buildings | Voting |
| Aquatic Consultant – Geoff Ninnes Fong & Partners | Voting |
| Procurement and Contracts Officer | Non-Voting |

Evaluation

A summary table for each compliant Tenderer is provided below. A full outline of the Qualitative Evaluation Criteria for each tenderer and pricing is contained within **Confidential Attachment 1**.

| Company | Qualitative Score/100 | Ranking |
|-------------------------------|-----------------------|---------|
| Trisleys Hydraulic Services | 78 | 1 |
| Commercial Aquatics Australia | 67 | 2 |
| Tropical Pools | 27 | 3 |

Based upon the panel's assessment of the Qualitative Evaluation Criteria, Trisleys Hydraulic Services was judged as demonstrating that it was capable of meeting the City's requirements.

CONSULTATION/ADVERTISING:

The request for Tender IE 99/2020 was advertised in the West Australian on the 14 October 2020 and on both the City's website and Tenderlink portal between 14 October and 19 November 2020.

LEGAL/POLICY:

The RFT was prepared and advertised in accordance with the City's purchasing protocols: *Policy No. 1.2.3 Purchasing*.

RISK MANAGEMENT IMPLICATIONS

Low: It is low risk for Council to accept this tender in accordance with the City's procurement process. Undertaking these works will reduce the risk of an unplanned shutdown due to failure of the pool filtration.

STRATEGIC IMPLICATIONS:

This is in keeping with the City's *Strategic Community Plan 2018-2028*:

Innovative and Accountable

Our resources and assets are planned and managed in an efficient and sustainable manner.

SUSTAINABILITY IMPLICATIONS:

Nil.

PUBLIC HEALTH IMPLICATIONS:

This is in keeping with the following priority health outcomes of the City's *Public Health Plan 2020-2025*:

Reduced injuries and a safer community

FINANCIAL/BUDGET IMPLICATIONS:

The costs associated with the filtration of the pools were estimated to be \$900,000. The tender pricing submitted exceeds this.

The shortlisted tenderers were asked to resubmit tenders (Option 2) removing the cost of installation of the chemical dosing system to bring the costs closer to the project budget. This option is not recommended as it defers renewal works that will be required in the next two years and would involve a second shutdown. Administration therefore recommends Option 1 as per the specification hence the recommendation to allocate additional funds.

The City forecasted an opening surplus of \$1,615,763 for the 2020/21 budget however after the completion of the 2019/20 financial audit, the surplus has now been confirmed as \$ 2,122,499. This has resulted in an additional budgeted surplus of \$506,736 of which will be amended in the mid-year budget review. The additional \$300,000 required to cover the increased cost of this project will be funded from this surplus.

COMMENTS:

The submission from Trisleys Hydraulic Services complies with all the tender requirements. The submission was well presented and included all specified information. The evaluation panel deemed the response to be compliant with all evaluation criteria, demonstrating the capability, capacity and experience relevant to provide the service.

The evaluation panel recommends that the tender submitted (Option 1) by Trisleys Hydraulic Services for Tender IE99/2020 for Beatty Park Leisure Centre Filtration Plant Replacement and Outdoor and Dive Pool Works is accepted as it represents the best overall value for money to the City.