10.2 Barigan Rd Sealing

REPORT BY THE MANAGER WORKS
TO 17 JUNE 2020 ORDINARY MEETING
GOV400087, R0023001

RECOMMENDATION

That Council:

1. receive the report by the Manager Works on the Barigan Rd Sealing;

2. approve Council completing the upgrade and sealing of 5.1km of Barigan Rd Wollar on behalf of Wollar Solar Development Pty Ltd at no cost to council;

3. authorise the Director Operations to negotiate final terms and sign all necessary contractual documentation to formally accept the $2,006,000 excluding GST plus or minus 10% from Wollar Solar Development Pty Ltd; and

4. amend the 2020/21 Budget to allocate $2,006,000 for Barigan Rd Sealing to be funded from contributions to capital works; and

5. authorise the Director Operations to negotiate any positive variations to the contract with Wollar Solar Development Pty Ltd up to an additional $1,000,000 with any such variations reported to Council through the monthly budget report.

Executive summary

Council has been requested by Wollar Solar Development Pty Ltd (WSD) to upgrade and seal the first 5.1km of Barigan Rd as per the conditions of the development consent allowing the Wollar Solar Farm to be constructed. This work will be undertaken by Council with all costs being paid by WSD.

Disclosure of Interest

The General Manager has declared a conflict of interest in regard to the Wollar Solar Development project as he has a relative living near the project, and has had no involvement in the details of this report.

Detailed report

WSD has received approval to construct a large scale solar farm off Barigan Rd Wollar. One of the conditions of the development consent requires WSD to upgrade the first 5.1km of Barigan Rd to generally a 7m sealed road with 1m unsealed shoulders.

WSD have requested Council carry out these works commencing in July 2020. Subject to Council approval, Council has provided a quote of $2,006,000 for the works and a timeline that ensures the works are completed by the end of October 2020. WSD are accepting of both the quote and the timeline.

Council envisage there may be a requirement to complete additional works to that currently included in the currently priced scope. Hence the recommendation to allow the general manager to accept positive variations.
Community Plan implications

<table>
<thead>
<tr>
<th>Theme</th>
<th>Connecting Our Region</th>
</tr>
</thead>
<tbody>
<tr>
<td>Goal</td>
<td>High quality road network that is safe and efficient</td>
</tr>
<tr>
<td>Strategy</td>
<td>Provide a roads network that balances asset conditions with available resources and community needs</td>
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</tbody>
</table>

Strategic implications

**Council Strategies**
Not Applicable

**Council Policies**
Not Applicable

**Legislation**
Not Applicable

Financial implications

All costs associated with the works will be paid by WSD, a budget allocation is recommended in this report for the value of the works.

The value of the works is anticipated to be less than the quote, as a reasonable profit and contingency has been built in to cover risk as per the Private Works Policy.

<table>
<thead>
<tr>
<th>Budget Year</th>
<th>Operating Performance Ratio</th>
<th>Own Source Revenue</th>
<th>Building &amp; Infrastructure Renewal</th>
</tr>
</thead>
<tbody>
<tr>
<td>2019/20</td>
<td>−</td>
<td>✓</td>
<td>−</td>
</tr>
<tr>
<td>Future Years</td>
<td>−</td>
<td>−</td>
<td>−</td>
</tr>
</tbody>
</table>

Associated Risks

Staff will manage the construction project risks such as program and cost.

ANDREW KEARINS  
MANAGER WORKS  
GARRY HEMSWORTH  
DIRECTOR OPERATIONS

3 June 2020

Attachments: Nil

APPROVED FOR SUBMISSION:

BRAD CAM  
GENERAL MANAGER