

## 11.5 RFT2022/16 Airport Hangar - Design and Construct

REPORT BY THE DIRECTOR COMMUNITY  
TO 19 OCTOBER 2022 ORDINARY MEETING  
GOV400098, COR400499

### RECOMMENDATION

#### That Council:

1. **receive the report by the Director Community on the RFT2022/16 Airport Hangar - Design and Construct;**
2. **decline all tenders for the Mudgee Airport Hangar – Design and Construct as all tenders are non-conforming;**
3. **do not negotiate with any tender or re-tender as it will not yield a more beneficial outcome based on limited interest in the tender and risk of further price inflation;**
4. **review the scope with the aim to undertake part of the service requirement internally in accordance with Section 178 3F of the Local Government Regulation 2021, Part 7 Division 1; and**
5. **notify tenderers in writing of the outcome of the evaluation and subsequent Council endorsement of these recommendation.**

### Executive summary

Tender submissions were received for the provisions of the Mudgee Airport Hangar – Design and Construct. This report requests to reject all submissions due to all tenders being non-conforming.

### Disclosure of Interest

Nil

### Detailed report

#### Tender Process

Open to the Market: 22 August 2022

Closed: 9 September 2022

Extended to 16 September 2022

The above tender was advertised in the:

- Mudgee Guardian
- Council's e-Tendering portal – Vendorpanel
- Sydney Morning Herald
- Information regarding this tender was also published on Council's website

#### Tender Panel

A tender assessment panel was formed comprising of representatives from the most relevant departments within Council. Members of the tender assessment panel comprised of:

- Daniel Newman – Manager, Major Projects;
- Scott Jackson – Major Projects Officer; and
- Amanda Cover – Finance Officer.

The panel used the process set out in an evaluation plan to determine which tenders satisfied the Mudgee Airport Hangar – Design and Construct. Submissions closed 16 September 2022.

### **Tender Submissions**

Two (2) submissions were received from the following organisations:

- Omni Building Group Pty Limited
- Team NSW Project Management

### **Late Tenders**

No late submissions were received.

### **Non-conforming tenders**

The following tenders were deemed non-conforming as they did not meet the project requirements:

- Omni Building Group Pty Limited was removed from evaluation based on a non-compliant tender.
- Team NSW Project Management was removed from evaluation based on a non-compliant tender.

### **Tender Evaluation**

All submissions were deemed non-conforming as they did not submit the requested information as stated in the Request for Tender:

*‘The Tenderer will need to provide a full set of plans and engineering specifications, it is a mandatory requirement that these be uploaded as part of the tender submission’.*

### **Mudgee Airport Hangar - Options to manage internally**

It is Council's intention to directly manage the design and construction of the Airport Hangar in response to the tender outcome.

## **Community Plan implications**

<b>Theme</b>	<b>Building a Strong Local Economy</b>
Goal	A prosperous and diversified economy
Strategy	Support the attraction and retention of a diverse range of businesses and industries

## **Strategic implications**

### **Council Strategies**

Community Plan

### **Council Policies**

Procurement Policy

### **Legislation**

Local Government Act 1993

## Financial implications

There are no financial implications from this report as it is expected that the existing budget provided will cover the works.

## Associated Risks

Council will be unable to deliver the Mudgee Airport Hangar as per the Operational Plan which may lead to the grant funding being removed and the project will not proceed.

SIMON JONES  
DIRECTOR COMMUNITY

5 October 2022

*Attachments:* Nil

APPROVED FOR SUBMISSION:

BRAD CAM  
GENERAL MANAGER