

Significant Contracts Finalised In The Period October to December 2008

SIGNIFICANT CONTRACTS FINALISED IN THE PERIOD OCTOBER 2008 TO DECEMBER 2008						
Contract No.	Contract Name	Date Awarded	Contract Price Type	Approved Budget (incl contingency) ex GST \$	Final Contract Amount ex GST \$	Comments
Chubb 2259 & SNP 122803	Security Services For Council Premises And Facilities	27/08/2003 (Chubb) & 22/02/2007 (SNP engaged on temporary basis)	Schedule of Rates	Minimum value \$902k with CPI increases (\$164,609 per annum for initial 2 yrs plus \$32,000 for additional services over initial 2 years) 3 x 1yr Option	665,827.76 (Chubb payments) & 328,763.94 (SNP payments) (Total 994,591.70)	<p>Council resolved to award this contract to Chubb Security Australia Pty Ltd for an initial 2 year period. The contract also provided for extension options of 3 x 1 year periods that were actioned by staff. Based upon Chubb's tendered annual rate for the original scope of works and factoring in adjustments for CPI increases over the full five year term, the minimum value of the contract was approx. \$902k (incl. contingency).</p> <p>Services provided under this contract were alarm monitoring, alarm responses, patrols, static guards, patrols to open and close buildings, maintenance and technical works to the alarm systems. Due to a dispute over service levels (for the provision of security patrols) the contract with Chubb was eventually terminated after lengthy legal negotiations that broke down on a number of occasions. The contract termination process was protracted.</p> <p>Security patrol work taken from Chubb was subsequently managed on a monthly basis by SNP Security (SNP being the second lowest tenderer for contract 2259) until such time as the dispute with Chubb was resolved. Chubb continued with monitoring work under its contract.</p> <p>SNP was engaged on a competitive basis and the rates charged provided good value for Council. Overall, these rates compare favourably with the rates tendered by the current contractor appointed in 2008. This interim arrangement was continued due to the inability to re-tender the works until the dispute with Chubb was resolved. This matter was reported to the Council meetings of 13 December 2006 and 30 July 2008.</p> <p>Over the full five year period, the extent of works was increased to cater for additional requirements that became necessary for extra guarding work for equipment located on sites, including the temporary</p>

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						<p>desalination sites, groundwater sites and a Council youth facility. SNP also provided additional security services for newly constructed facilities such as Bluehaven Community Centre and the C.A.R.E.S Facility at Palmdale.</p> <p>Following resolution of the Chubb contract termination, the security contract was re-developed and after a lengthy evaluation process was awarded as reported to the Council meeting of 25 June 2008.</p>
141595	Sludge Dewatering at Council's Charmhaven and Mannering Park Sewage Treatment Plants	14/05/2008	Schedule of Rates	216,836.00	189,586.00	The contract was awarded on a Schedule of Rates basis. The substantive item under the Schedule of Rates was a rate per cubic metre to remove sludge. Final actual quantities of sludge removed were verified by independent survey. The reduced expenditure reflects the slightly less quantities of sludge actually removed when compared with the pre-award estimate.
92139	Cleaning Services for Various Council Facilities	22/06/2005	Schedule of Rates	125,774.00 (for initial six month trial)	850,516.60 (Represents all work over 3.3 year period and includes work completed by terminated contractor)	<p>Information on this contract was previously reported to the Council meeting of 30 July 2008.</p> <p>In an effort to determine the best outcome for Council, the original contract was structured on a trial period using two contractors working on different facilities. Each contractor was engaged at an approximate value of \$60k. One contractor was subsequently terminated due to poor performance. The remaining contractor, All Coast Cleaning, took over all work with their engagement extended on a periodic basis at their tendered rates. For comparative purposes, those rates are consistent with monthly rates for the recently awarded cleaning contract. . Over the three year(+) period, the scope of works was increased to cater for additional facilities requiring cleaning services. These included Bluehaven Community Centre, C.A.R.E.S Facility Palmdale and the Old Entrance Primary School.</p> <p>Following this protracted trial more detailed tender documents were prepared, advertised and assessed. A revised cleaning contract (CPA/139771) was approved at Council's meeting of 27 August 2008.</p>