



31 January 2018

Shire of Dalwallinu
PO Box 141
DALWALLINU WA 6609

Attention: **MS J GUEST**

Dear Joanne,

**DALWALLINU RECREATION PRECINCT CONSTRUCTION WORKS
TENDER NO. 2018-03
TENDER ASSESSMENT & RECOMMENDATION (FOLLOWING TENDER RESUBMISSION)**

Plan E has completed the tender assessment for the above tender.

PLAN E's pre-tender estimate for the tendered works dated 03/11/17 was \$1,301.480 (exc. GST).

Tenders closed at 2:30pm on 09/01/18. Two (2) tenders were received by the nominated time.

The tender prices submitted were as follows:

- | | |
|-----------------------|----------------------------|
| 1. MG Group | \$ 1,294,832.95 (exc. GST) |
| 2. Ligna Construction | \$ 2,156,518.95 (exc. GST) |

Subject to the close of tender, Plan E issued a revised tender to the two compliant tenderers. The scope of works was expanded to include landscape treatments to the building exterior and interface; previously excluded from the tender.

Tenders closed at 2:30 pm on 29/01/18. Two (2) compliant tenders were received by the nominated time.

The tender prices submitted were as follows:

- | | |
|-----------------------|----------------------------|
| 1. MG Group | \$ 1,344,183.86 (exc. GST) |
| 2. Ligna Construction | \$ 2,172,176.45 (exc. GST) |

PROVISIONAL SUMS

Plan E notes the following Provisional Sums are included within the contract:



1. Separable Portion 01 Contingency	\$ 20, 000.00 (ex. GST)
2. Separable Portion 02 Contingency	\$ 15, 000.00 (ex. GST)
Total Provisional Sums	\$ 35, 000.00 (ex. GST)

Plan E has assessed the lowest revised tender by MG Group and found it to be accurate and conforming and 3.2% above our pre-tender estimate.

Plan E's electrical and civil subconsultants have assessed the lowest revised tender and found the tender to be accurate and conforming.

Plan E has Superintended a number of contracts successfully completed by MG Group, most recently on behalf of the Botanic Gardens and Parks Authority, Kings Park and Botanic Garden Botanic Terraces to a value of \$1.2 million and Rio Tinto Naturescape Stage Two to the value of \$2.45 million (exc. GST). Both projects were complex and located within areas of high cultural and environmental significance requiring a high level of contractor diligence. Both contracts were completed on time and to the satisfaction of the Superintendent and the Principal.

Plan E advises that, based on our experience, MG Group have the skills and expertise to successfully complete the works as tendered.

Based on the above, Plan E's recommendation is to accept MG Group for their revised Tendered Total Lump Sum Price of \$1,344,183.86 (exc. GST).

PLAN E confirms that there is no conflict of interest in making this assessment and recommendation.

Your approval to proceed with acceptance of MG Group is sought.

Yours sincerely

A handwritten signature in black ink that reads "D. SMITH". The signature is stylized with a large, looped initial "D" and a cursive "SMITH".

DAVID SMITH

Director