

5. **CONTRACT NUMBER 02/03-198
HAWFORD ROAD RECONSTRUCTION**

Officer responsible Stephen Matheson, City Streets Manager	Author Ron Clarke, DDI 941-8712
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The purpose of this report is to obtain Board approval for acceptance of a tender which is above the \$500,000 authority delegated to Council officers. Members will recall the tender for Hawford Street (Contract Number 02/03-198) was reported to the Community Board at the 27 May 2003 meeting. The Board resolved that the tender of Calcon Asphalt be accepted. However, a large error was found in the tender and Calcon have asked to withdraw their tender, as it has a major effect on the financial viability of the work. In discussion with City Streets it has been agreed to allow Calcon to withdraw.

RELEVANT CURRENT POLICY

This project forms part of the City Streets Unit's Capital Expenditure Programme for the 2002/03 and 2003/04 years and is a Capital Output of the Financial Plan and Programme.

DESCRIPTION

The contract is for the construction of kerbs, channels, asphaltic concrete paths, grassed berms, stormwater drainage and sewer renewals, landscape planting, waterway enhancement and roundabout construction, together with shoulder restoration and full carriageway reconstruction for the whole length of Hawford Road from Butler Street to Opawa Road.

Tender prices have been received as follows:

Calcon Asphalt Limited	Withdrawn
Mike Downs Contracting Limited	\$818,473.15
Local Construction Limited	\$869,918.90
City Care Limited	\$913,020.65

All prices exclude GST.

These prices include a contingency sum of \$50,000 and the work is for a 34-week period.

The estimate for the work was \$850,000.

RESULTS OF CONSULTATION

The standard road works information leaflet has been circulated inviting comments relating to the project and all enquiries and comments from residents and others have been satisfactorily resolved (refer attached). No changes have had to be made to the design shown on the publicity leaflet.

Mike Downs of Mike Downs Contracting Limited has given an assurance that the work can be completed within the specified time.

- Recommendation:**
1. That the Board rescind the decision to accept Calcon Asphalt's tender.
 2. That the lowest price conforming tender of Downs Contracting Limited for the sum of \$818,473.15 be accepted.

Chairman's Recommendation: That the officer's recommendation be adopted.