

## 2. CATHEDRAL SQUARE STAGE V REDEVELOPMENT TENDER

The Subcommittee considered a report by Ross Herrett, Project Manager, seeking approval to accept a tender from Works Infrastructure Ltd for the construction of roading and pedestrian areas, lighting and landscaping features.

Stage V of the Cathedral Square redevelopment is part of the City Streets Unit Capital Expenditure Programme for the 2004/05 year. The budget for this project is \$1,138,000 which includes a carry forward from 2003/04 of \$38,000.

Because of the delay in the Stage V Cathedral Square Development Programme (due to consultation and finalising of the concept plan) it was agreed that a separate tender for Worcester Street be pursued so that construction work could start prior to completion of the Cathedral Square Stage V Design.

Works Infrastructure Ltd was awarded the Worcester Street contract on 22 June 2004 and work started immediately to endeavour to meet the 12 November 2004 completion date for both contracts.

Following the completion of the design and tender schedules for Cathedral Square Stage V the negotiated tender price with Works Infrastructure is \$737,250.73 (GST exclusive). This price includes a contingency sum of \$85,000.

The estimate for this work is \$698,300.

Additional costs for this contract are:

Lighting	\$150,000.00
Supply of trees and plants	\$8,150.00
Supply of balustrade	\$71,000.00
Supply of signs	\$10,000.00
Supply, storage and testing of granite	\$190,000.00
Fees (project management, design and supervision)	\$94,000.00
Sub-Total	\$523,150.00

**Total Project Costs** **\$1,260,400.73**

The tendered price was subject to considerable scrutiny and negotiation from Council officers comparing rates received with those of recent contracts, the present market forces, additional consultation, the confined working situation with the tram and traffic and the constrained time frame for completion. The final tender price is considered to be reasonable given the above mentioned factors.

There is a shortfall of \$122,400 from the current budget and this will be funded from the separate street lighting upgrading category item for Cathedral Square.

The Subcommittee **resolved** to accept the tender of Works Infrastructure Ltd for \$737,250.73 (excluding GST) for this contract.