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# Wynyard Quarter South Road Upgrades Project

## Recommendations

That the Board:

- i. Approves the Wynyard Quarter (WQ) Central Package Tender Evaluation Report (TER) and subsequent Contract Award to Downer New Zealand Limited for \$21,947,836.03.
- ii. Delegates authority to the Chief Executive to approve spend of the \$2.5m contingency, as and if required.
- iii. Delegates signing of the Contract Award letter to the Chief Executive.

## Executive summary

1. Under financial delegations all contracts above \$20 million are to be approved by the AT Board, and all projects over \$5m require board approval to progress past feasibility.
2. At the 17 April 2018 AT Board meeting, the Board approved the Procurement Plan for the WQ Central Physical works package, and expenditure of \$21.2m, being the estimated construction cost for the WQ Central physical works package.
3. The WQ Central physical works package was tendered on the 28 May 2018 through the Physical Works Supplier Panels, with tenders closing on 8 June 2018.
4. The Lowest Price Conforming (LPC) tender was received by Downer New Zealand Limited for \$21,947,836.03; \$747,800 above previous approved Board expenditure amount of \$21.2m.
5. Sufficient budget exists for this revised contract expenditure, and this is noted in the attached Tender Evaluation Report.

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## Previous deliberations

6. Wynyard Quarter South Road Upgrade Project Minutes/Resolutions from the 17 April 2018 Board Meeting.

The Chief Infrastructure Officer introduced this item.

Board members discussed the impacts of this project, lack of future proofing and work required should light rail be confirmed as a route along Daldy Street. The Chief Infrastructure Officer was requested to raise the Board's concern with Auckland Council and Panuku Development Auckland.

***That the Board:***

- i Endorses the proposed Wynyard Quarter (WQ) Procurement Strategy package,\* subject to the Chief Infrastructure Officer advising Auckland Council and Panuku Development Auckland in writing of the AT Board concerns about the lack of future proofing and required rework should LRT be confirmed as a route along Daldy Street.***
- ii Approves the Procurement Plan for the WQ Central Physical works.***
- iii Approves the expenditure of \$21.2m, being the estimated construction cost of the WQ Central physical works package (Council funded).***
- iv Delegates authority to the Chief Executive to approve the tender evaluation report and subsequent contract award for the WQ Central physical works package (estimated at \$21.2m).***
- v Notes the proposed commencement of the WQ Central physical works package in June 2018.***

(Mark Gilbert / Michael Cullen): Carried

\*this is appended as attachment note 2.

## Strategic context

7. N/A to this paper as this was discussed within the 17 April 2018 Board Paper

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## Background

8. N/A to this paper as this was discussed within the 17 April 2018 Board Paper

## External Consultation/Engagement

9. N/A to this paper as this was discussed within the 17 April 2018 Board Paper

## Issues and options

10. N/A to this paper.

## Next steps




1. Subject to approval from the AT Board, formal Contract Award will follow immediately.

## Attachment

Attachment Number	Description
1.	Tender Evaluation Report (TER)
2.	CIO letter to Panuku and Auckland Council relative to Resolution from April 2018 Board
3.	17 April Wynyard Quarter Board Report

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## Document ownership

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Approved for submission	Shane Ellison <b>Chief Executive Officer</b>	