Special Variation to Rates Projects Funded

	$ Sought 2016/2017	$ Sought 2017/2018	$ Sought 2018/2019	$ Sought 2019/2020	$ Total Received 2016/2017	$ Total Received 2017/2018	$ Total Received 2018/2019	$ Total Received 2019/2020
Special Variation to Rates Projects Funded	**3,248,685**	**7,231,650**	**4,951,826**	**1,911,627**	**(2,012,780)**	**(1,610,224)**	**(672,556)**	**(250,000)**
A Growing Sustainable Economy	**178,505**	**1,251,426**	**204,270**	**1,751,627**	**0**	**0**	**0**	**(250,000)**
Improve Visitor and Residents' Experience	**8,505**	**6,426**	**4,270**	**1,627**	**0**	**0**	**0**	**0**
AlburyCity Urban and Public Art Strategy (SVR)	8,505	6,426	4,270	1,627	0	0	0	0
Albury's Infrastructure and Assets are Well Managed and Maintained	**170,000**	**1,245,000**	**200,000**	**1,750,000**	**0**	**0**	**0**	**(250,000)**
Roads - Asset Renewal as per Asset Management Plan (SVR)	0	1,000,000	0	1,150,000	0	0	0	(250,000)
Building - Glen Park Amenities Building Upgrade - Construction (SVR)	0	75,000	200,000	400,000	0	0	0	0
Street Lighting - Street Lighting Improvements (SVR)	170,000	170,000	0	200,000	0	0	0	0
An Enhanced Natural Environment	**65,000**	**0**	**0**	**150,000**	**0**	**0**	**0**	**0**
Albury is Prepared for Changing Environmental Conditions	**65,000**	**0**	**0**	**150,000**	**0**	**0**	**0**	**0**
Mungabareena Vegetation Management Plan works (SVR)	65,000	0	0	150,000	0	0	0	0
A Caring Community	**3,005,180**	**5,980,224**	**4,747,556**	**10,000**	**(2,012,780)**	**(1,610,224)**	**(672,556)**	**0**
Albury's Key Community Safety Indicators Continuously Improve	**0**	**2,500,000**	**2,500,000**	**0**	**0**	**0**	**0**	**0**
Building - Emergency Management Centre Stage 2 (SVR)	0	2,500,000	2,500,000	0	0	0	0	0
Albury Offers a Diverse and Accessible Range of Facilities and Activities for all Ages	**3,005,180**	**3,385,224**	**2,247,556**	**10,000**	**(2,012,780)**	**(1,610,224)**	**(672,556)**	**0**
Building - Melrose Park Sports Pavilion - Detailed design phase (SVR)	50,000	0	0	0	0	0	0	0
Nail Can Hill track rationalisation (SVR)	7,500	0	0	10,000	0	0	0	0
Lavington Sports Ground Sports Precinct - Redevelopment (SVR)	2,530,780	2,610,224	1,872,556	0	(2,012,780)	(1,610,224)	(672,556)	0
Building - Thurgoona Oval Change room and associated public facilities construction (SVR)	416,900	400,000	0	0	0	0	0	0
Building - Melrose Park Sports Pavilion - Construction (SVR)	0	375,000	375,000	0	0	0	0	0
Increased Participation in a Diverse Range of Art and Cultural Activities in Albury	**0**	**95,000**	**0**	**0**	**0**	**0**	**0**	**0**
Building - Albury Entertainment Centre replace carpet throughout the ground floor of the Convention wing (SVR)	0	95,000	0	0	0	0	0	0

Conclusion

Albury Airport is a major regional airport servicing a regional population and providing essential transport links nationally and internationally. With four airlines providing 180 flights per week, in excess of 250,000 passengers annually utilise the facility. A masterplan for the airport terminal building was developed in 2007 to accommodate strong growth and stages 1 and 2 (of 5) completed shortly thereafter.

In early December 2015 Council was successful in its application to secure NSW Government grant funding to undertake a major upgrade of the Albury Airport Terminal. Under a 70/30 funding arrangement the project is to be completed by 31 March 2018. Based on the advice of two independent quantity surveyors during the design phase of the proposed new airport terminal upgrade, it was considered ineffective to pursue the inclusion of the café component of the project and so it was removed from the tender scope in order to contain the project costs.

Four shortlisted tenderers were invited to treat the contract and overall provided extremely competitive submissions which were well below independent forecasts. Based on the qualitative and quantitative assessment process Southern Cross Developers provided the most favourable submission. They have the expertise, capacity and management systems to successfully complete the project within the designated timeframes. It is also recommended that the café construction be reintroduced to the scope of the contract via a post award variation to take advantage of timing, operational efficiencies and grant funding.

Recommendation

That Council:

a. Accepts the tender from Southern Cross Developers for Contract No. 16/01789 - Albury Airport Terminal Upgrade Construction for the lump sum of $4,496,175.93 including GST; and
b. Authorises the General Manager to negotiate a post award variation to include the café construction within the project scope.

- **Attachments**
  1. Albury Airport Terminal Upgrade Ultimate Concept Floor Plan (DOC16/237625)