



**Minutes** of the **CONFIDENTIAL** Meeting of the **Regional Council of Goyder** held on **19<sup>th</sup> July 2022** in the Burra Council Chambers, 1 Market Square, Burra commencing at **4:02 pm**.

## 1. ATTENDANCE

### 1.1 Present

#### 1.1.1 Councillors Present

Crs. J. Neal (Deputy Mayor), W. Gebhardt, D. Hibbert & P. Schiller

#### 1.1.2 Staff Present

Mr. D. J. Stevenson (Chief Executive Officer), Mr. G. Campbell (Director of Finance), Mr. L. Wallis (Director of Infrastructure & Technical Services) & Miss E. Moore (Executive Assistant & Governance Officer).

### 13.1 Budget Variation

Moved: Cr. Hibbert

Seconded: Cr. Gebhardt

**136/22** That Council

1. Accept tender submission from South Central Trucks for the supply of two UD GW26 prime movers as per tender RFT 03.2021.04, reduce CAP 22023 Prime Mover from \$215,000 by \$22,270 to \$192,730, reduce CAP 22024 Prime Mover from \$215,000 by \$22,270 to \$192,730, accept the trade in value of \$100,000, increase the budget trade in from \$32,500 to \$100,000;
2. Accept tender submission from Jamieson Sales and Service for the supply of two water tankers as per tender RFT 05.2022.08, increase CAP 22025 Water Tanker from \$120,000 to \$135,000, increase CAP 22026 Water Tanker from \$120,000 by \$15,000 to \$135,000, auction both current water tankers in August with a reserve of \$50,000 each;
3. Accept tender submission from Denco Civil for Market St works as per tender RFT 05.2022.06 and increase CAP 22016 from \$75,000 by \$69,200.60 to \$144,200.60;
4. Amend the reseal budget as follows;

	Road	Current Budget	Amended Total
CAP 23048	Gum Creek Road	\$224,058.00	\$219,580.30
CAP 23049	Booborowie Road	\$179,787.94	\$178,342.10
CAP 23050	Farrell Flat Township (Napier Street, South Terrace, Patterson Street, Stavelly Street)	\$138,984.00	\$254,045.61
CAP 23051	Paxton Terrace	\$46,720.29	\$0
CAP 23052	Bridge Street	\$18,631.84	\$0
CAP 23053	Chapel Street	\$29,499.13	\$0

CAP 23054	Allen Street	\$25,791.37	\$0
		<b>\$663,472.15</b>	<b>\$651,968.01</b>

5. Increase CAP 21013 Radio Communications Upgrade from \$42,217.06 to \$107,500; and
6. That Council dispose of plant 034 – Mitsubishi Rigid Tipper at auction in August with a reserve of \$70,000.

CARRIED UNANIMOUSLY

4:30pm    *The confidential meeting closed.*

CONFIRMED MAYOR..... DATE ..... / ..... / .....

CONFIRMED CEO..... DATE ..... / ..... / .....

**MEETING:** Ordinary Meeting of Council  
**DATE:** 19 July 2022

**DEPARTMENT:** INFRASTRUCTURE & TECHNICAL SERVICES  
**OFFICER:** Director of Infrastructure & Technical Services

<b>REPORT ITEM</b>	13.1
<b>REPORT TITLE</b>	Budget Variation July 2022
<b>File Reference</b>	7.11.3.5
<b>PILLAR Objective</b>	<b>COMMUNITY ASSETS &amp; INFRASTRUCTURE</b> Implement Councils Infrastructure & Asset Management Plan and keep the community informed.
<b>Links/Attachments</b>	Nil

#### RECOMMENDATION

That Council

1. Accept tender submission from South Central Trucks for the supply of two UD GW26 prime movers as per tender RFT 03.2021.04, reduce CAP 22023 Prime Mover from \$215,000 by \$22,270 to \$192,730, reduce CAP 22024 Prime Mover from \$215,000 by \$22,270 to \$192,730, accept the trade in value of \$100,000, increase the budget trade in from \$32,500 to \$100,000;
2. Accept tender submission from Jamieson Sales and Service for the supply of two water tankers as per tender RFT 05.2022.08, increase CAP 22025 Water Tanker from \$120,000 to \$135,000, increase CAP 22026 Water Tanker from \$120,000 by \$15,000 to \$135,000, auction both current water tankers in August with a reserve of \$50,000 each;
3. Accept tender submission from Denco Civil for Market St works as per tender RFT 05.2022.06 and increase CAP 22016 from \$75,000 by \$69,200.60 to \$144,200.60;
4. Amend the resale budget as follows;

	Road	Current Budget	Amended Total
CAP 23048	Gum Creek Road	\$224,058.00	\$219,580.30
CAP 23049	Booborowie Road	\$179,787.94	\$178,342.10
CAP 23050	Farrell Flat Township (Napier Street, South Terrace, Patterson Street, Stavely Street)	\$138,984.00	\$254,045.61
CAP 23051	Paxton Terrace	\$46,720.29	\$0
CAP 23052	Bridge Street	\$18,631.84	\$0
CAP 23053	Chapel Street	\$29,499.13	\$0
CAP 23054	Allen Street	\$25,791.37	\$0
		<b>\$ 663,472.15</b>	<b>\$ 651,968.01</b>

and,

5. Increase CAP 21013 Radio Communications Upgrade from \$42,217.06 to \$107,500.

#### EXECUTIVE SUMMARY

Council had a budget allocation for the replacement of two prime movers and two water tankers in the plant replacement program for the 2021/22 financial year.

Prime Movers – tenders closed 9th June 2022. One submission was received offering a choice of two vehicles. After completion of the evaluation of the submission, it is recommended to proceed with the purchase of 2 x UD GW26 Prime movers at a purchase price of \$385,460 (ex gst).

A trade amount of \$100,000 was offered for P131 Volvo FMX Prime Mover. This is a considerable trade in offer and should be accepted considering delivery of the new prime movers will be May 2023 at the earliest.

Water Tankers – tenders closed 9th June 2022 with two submissions received. After completion of the evaluation of the submission, it is recommended to proceed with the purchase of two Jamieson tankers at a purchase price of \$270,000 ex gst. A trade was offered of \$22,727.27 (ex. gst) however is not considered a fair reflection of the value of the tankers and will not be accepted. Both new tankers will be available mid-September 2022. The two existing tankers should be disposed of via auction late August/early September 2022. Council had the trailers evaluated in Oct 2021 with an estimated value of \$60,000 each.

#### MOVING INTO CONFIDENCE Section 90(2)

It is recommended that **Council consider this item in confidence** on the basis that the Council considers it necessary and appropriate to act in a meeting closed to the public in order to receive, discuss or consider in confidence information relating to section **90(3)(k)** of the Act:

(k) tenders for the supply of goods, the provision of services or the carrying out of works.

#### FURTHER INFORMATION

Item	Budget Purchase	Budget Trade	Budget Changeover	Tendered Purchase	Tendered Trade	Changeover	Balance
Prime Mover 1	\$215,000	No Trade	\$215,000	\$192,730	No Trade	\$192,730	\$22,270
Prime Mover 2	\$215,000	\$32,250	\$182,750	\$192,730	\$100,000	\$92,730	\$90,020
Water Tank 1	\$120,000	\$30,000	\$90,000	\$135,000	Estimate at Auction \$50,000	\$85,000	\$5,000
Water Tank 2	\$120,000	\$30,000	\$90,000	\$135,000	Estimate at Auction \$50,000	\$85,000	\$5,000
<b>Net</b>	<b>\$670,000</b>	<b>\$92,500</b>	<b>\$577,750</b>	<b>\$655,460</b>	<b>\$200,000</b>	<b>\$455,460</b>	<b>\$122,290</b>

#### MARKET SQUARE FOOTPATH AND CAR PARK WORKS

To compliment the completion of the Burra skate park, additional works in Market St were budgeted in the 2021/22 financial year

- CAP 22016 Construction of footpath and on street parking \$75,000
- CAP 22009 Construction of footpath and safety fencing \$80,000
- CAP 22010 Asphaltting of carpark \$40,000

Total project cost \$195,000

Tenders closed 9th June 2022. Three submissions were received. After completion of the evaluation of the submission, the preferred tenderer submission was priced at \$264,200.60 (ex gst) leaving a shortfall of \$69,200.60. Unfortunately, in this instance there is no ability to stage works or scope to amend the specification of works, with all components of the works being required to be completed simultaneously.

## RESEAL PROGRAM

Council's program consisted of approximately 62,000m<sup>2</sup> of rural and 34,000m<sup>2</sup> of township seal works. The 2022/23 budget allocation for resealing works is \$663,472, of which \$409,442 is allocated for the seal works. The balance of \$250,030 is for the supply of aggregate, line marking, and any repairs required prior to seal.

Tenders closed 23<sup>rd</sup> June 2022. Four submissions were received. After completion of the evaluation of the submission, the preferred tenderer submission was priced at \$537,801.31 ex gst leaving a shortfall of \$128,359.31

There has been a significant increase to the cost/m<sup>2</sup> over the last 18 months. On average there has been an increase of approximately 35%/m<sup>2</sup> for rural seal (\$3 to \$4/m<sup>2</sup>) and a 55%/m<sup>2</sup> (\$4.00 to \$6.80) increase for township seal works for a standard single coat C170 seal application.

Budget estimates had been increased for the 2022/23 program, rural roads had been budgeted at \$4/m<sup>2</sup>, township roads at \$4.50/m<sup>2</sup>. Rural roads have been tendered at close to the budgeted rate, however there is significant difference for township sealing compared to budgeted rate.

Summary of tendered costs for sealing works (seal only)

LOCATION	TYPE OF SEAL REQUIRED	ESTIMATED QUANTITY (m <sup>2</sup> )	RATE \$(exc gst)/m <sup>2</sup>	TOTAL \$ (exc gst)
<b>Hanson (Rural)</b> Gum Creek Road (Reseal)	C170 10mm	34,337.56	\$3.84	\$131,856.23
<b>Farrell Flat (Town)</b> Napier Street, South Terrace, Patterson Terrace Staveley Street (Reseal)	C 170 7 mm	16102.67	\$6.47	\$104,184.27
<b>Farrell Flat</b> Copper Ore Road, Napier Street Intersection (Asphalt)	AC10 Asphalt 40mm	1000	\$35.04	\$35,040.00
<b>Burra (Town)</b> Paxton Terrace, Bridge Street, Chapel Street, Allen Street (Reseal)	C170 7mm	17,215.29	\$6.77	\$116,547.51
<b>Booborowie (Rural)</b> Booborowie Rd (Reseal)	C170 10mm	27,553.04	\$3.94	\$108,558.98
<b>TOTAL</b>				<b>\$496,186.99</b>

Budgeted amounts for sealing works also include supply of aggregate, line marking, and any additional repairs required. Below is a comparison incorporating all costs against the current budgeted amount

ROAD	FROM	TO	AMOUNT - BUDGET	REVISED TOTAL	DIFFERENCE
<b>Gum Creek Road</b>	Blieschke Road	Booborowie Road	\$224,058.00	\$219,580.30	\$4,477.70
<b>Booborowie Road (Central)</b>	Petherton Road	Mundunny Hill Road	\$179,787.94	\$178,342.10	\$1,445.84
<b>Napier Street</b>	Cameron Terrace	Patterson Street	\$11,350.67	\$15,515.46	<b>-\$4,164.79</b>
<b>Napier Street (previously Farrell Flat Rd)</b>	Copper Ore Road	Intersection	\$50,119.74	\$68,365.50	<b>-\$18,245.76</b>
<b>South Terrace (Farrell Flat)</b>	Farrell Flat Road	Staveley Street	\$41,014.99	\$55,715.90	<b>-\$14,700.91</b>
<b>Patterson Terrace</b>	South Terrace	Napier Street	\$22,001.17	\$31,365.72	<b>-\$9,364.55</b>
<b>Staveley Street</b>	South Terrace	The Gap Road	\$14,497.02	\$19,747.51	<b>-\$5,250.49</b>

<b>Paxton Terrace</b>	Bridge Street	End 75m SE of Quarry Street	\$46,720.29	\$59,281.14	<b>-\$12,560.85</b>
<b>Bridge Street</b>	Kingston Street	End	\$18,631.84	\$23,386.21	<b>-\$4,754.37</b>
<b>Chapel Street</b>	Commercial Street	Allen Street	\$29,499.13	\$37,368.96	<b>-\$7,869.83</b>
<b>Allen Street</b>	Queen Street	End	\$25,791.37	\$33,409.10	<b>-\$7,617.73</b>
<b>Total</b>			<b>\$663,472.15</b>	<b>\$742,077.89</b>	<b>-\$78,605.74</b>

Burra Township has scheduled the reseals of Paxton Terrace, Bridge St, Chapel St, and Allen St budgeted at \$120,642.63 and actual value of \$153,445.40, an increase of \$32,802.77

Paxton Tce and Bridge St were scheduled due to prior storm water works having now been completed and resealing of the surface due. Chapel and Allen Streets have been scheduled in anticipation of kerbing, shoulder and storm water works being completed in the 2022/23 financial year, with resealing works scheduled after these works.

These works could be delayed for 12 months if need be, without causing any major ongoing maintenance issues over the following 12 months, and having all other scheduled works completed in Allen and Chapel Sts prior to an anticipated Feb/March 2023 sealing time frame could be seen as overly optimistic with the current staffing and contractor availability challenges currently being faced in delivery works in the current climate.

Farrell Flat Township has the scheduled reseals of Napier and Staveley Sts, and Patterson and South Tce budgeted at \$138,983.58 and an actual value of \$190,710.09, an increase of \$51,726.51. This also includes an increase in asphalt cost/m2 and area to be asphalted.

It is essential this work is completed, particularly with the recent increase of heavy vehicle movements accessing the silos within the township.

Additionally, since the time of budgeting for these works, it has been identified that a two coat spray seal for these roads in Farrell Flat as opposed to the budgeted single coat is a more appropriate treatment based on existing binder condition and age, and future vehicle loading.

The table below has revised the budgeted amounts for each road segment including the increased treatments for Farrell Flat Township seal works, removed the Burra Township works and reallocated across the roads listed.

ROAD	FROM	TO	AMOUNT-BUDGET	REVISED TOTAL	DIFFERENCE
<b>Gum Creek Road</b>	Blieschke Road	Booborowie Road	\$224,058.00	\$219,580.30	\$4,478
<b>Booborowie Road (Central)</b>	Petherton Road	Mundunny Hill Road	\$179,787.94	\$178,342.10	\$1,446
<b>Napier Street</b>	Cameron Terrace	Patterson Street	\$11,350.67	\$22,577.94	<b>-\$11,227</b>
<b>Napier Street (previously Farrell Flat Rd)</b>	Copper Ore Road	Intersection	\$50,119.74	\$74,911.50	<b>-\$24,792</b>
<b>South Terrace (Farrell Flat)</b>	Farrell Flat Road	Staveley Street	\$41,014.99	\$80,648.78	<b>-\$39,634</b>
<b>Patterson Street</b>	South Terrace	Napier Street	\$22,001.17	\$47,249.16	<b>-\$25,248</b>
<b>Staveley Street</b>	South Terrace	The Gap Road	\$14,497.02	\$28,658.23	<b>-\$14,161</b>

<b>Paxton Terrace</b>	Bridge Street	End 75m SE of Quarry Street	\$46,720.29		
<b>Bridge Street</b>	Kingston Street	End	\$18,631.84		
<b>Chapel Street</b>	Commercial Street	Allen Street	\$29,499.13		
<b>Allen Street</b>	Queen Street	End	\$25,791.37		
<b>Total</b>			<b>\$663,472.15</b>	<b>\$651,968.01</b>	<b>\$11,504</b>

After the proposed adjustments, the new total budget amount is \$651,968.01, a reduction in \$11,504 in costs but also a reduction on the volume of works delivered by 17,214 m2 in the Burra township.

### **COUNCIL RADIO SYSTEM UPGRADE**

Council has obligations under the WHS Act to provide and maintain a system of works that includes effective communication with workers who work isolated from the assistance of other persons because of location, time or the nature of the work.

Assistance includes rescue, medical assistance and the attendance of emergency service workers. [as defined by the Work Health and Safety Regulations 2012 ("WHS Regulations"), Regulation 48(3)].

Council current management of communications with remote and/or isolated worker is a combination of UHF, mobile, and satellite phones. Each systems has deficiencies and even when applied collectively across the council region, there are numerous physical (blackspots, geographical location) and technological (limitation/functionality of devices) issues that can prevent communication between workers in the event of an emergency.

The current UHF system is over 25 years old with issues with the Eudunda and Burra repeaters not functioning correctly and also the communication link between the Hallett Hill and Eudunda repeaters not functioning at all.

The topography of specific regions within the council area creates limitations when utilizing UHF and mobile devices with satellite phones susceptible to limitations subject to weather. Additionally, there is no automated ability to provide the location of an emergency from the locations of the communication devices.

Whilst Council has a "system", it has significant limitations and with the availability of new technologies for these situations, Council's systems are extremely dated.

Council has an existing budget allocation of \$45,000 for the improvement of infrastructure to assist in managing remote and isolated workers.

Council recently engaged a consultant to develop and cost a new communications system to aid in the management of workers in these environments.

The proposed solution includes:

- Shifting from an analogue UHF to a digital VHF radio system for improved coverage
- Incorporating Man down and lone worker safety features
- Automatic vehicle locator software

Preliminary costings provided by the consultant indicate a budget of \$105,000 to implement the above system. This does not include the supply of vehicle sets, which are approx \$1700 each plus \$500 fitting, however these costs will be an operational cost against each vehicle.

A breakdown of costs to implement the proposed system is as follows:

Supply and 50-watt VHF repeaters, licenses, antennas and all associated items x 2 (Hallett Hill and Eudunda)	\$50,000
Supply and install desktop base terminals x5	\$13,000
Supply and commission Vehicle tracking solution	\$7,000
Design, testing, commissioning and training	\$37,000
<b>TOTAL</b>	<b>\$107,500</b>
Current Budget	\$42,217.06
Required additional	\$64,782.94

## NET IMPACT TO BUDGET

ITEM	CURRENT ALLOCATION	REVISED
Plant Replacement (change over)	\$577,750.00	\$455,460.00
Market Street Works	\$195,000.00	\$264,200.60
Reseal Program (reduced scope of works)	\$663,472.00	\$651,968.01
Radio Upgrades	\$42,217.06	\$107,500.00
<b>Total</b>	<b>\$1,478,439.06</b>	<b>\$1,479,128.61</b>

After amendments to the four-capital works and plant replacement budgets the net change is an increase in total expenditure of \$689.55.