

MAIN ROADS TERM NETWORK CONTRACTS, KIMBERLEY AND PILBARA

**172. Hon TOM STEPHENS to the Minister for Transport:**

I refer to the Main Roads Term Network contracts worth an estimated \$240m for the Kimberley and Gascoyne for which BGC has been selected as the preferred proponent.

- (1) Why is it that the two BGC contracts will not be based on a fixed price like all other six term network contracts?
- (2) Did any other tenderers submit a fixed price for the contracts?
- (3) If yes, who?

**Hon M.J. CRIDDLE replied:**

I thank the member for some notice of this question.

- (1) Contract negotiations for the two term network contracts referred to have not been finalised. Negotiations are in progress with the preferred proponent. The method for selecting the preferred proponent for the Kimberley and the Pilbara-Gascoyne term network contracts required the proponents to submit proposals for two alternative contract types. These two alternative contract types were designated in the request for proposal as -

Option 1 - Outcome-based off-road works and Main Roads-initiated and scheduled on-road works.

Option 2 - Fully outcome based.

The assessments for the contracts were carried out on a value for money basis in accordance with a quality plan.

- (2) Yes. All proponents were required to submit prices for both option 1 and option 2.
- (3) For the Kimberley, contract proposals were submitted by the following pre-qualified contractors: Best Roads Group, a joint venture partnership of Boral Asphalt, (Boral Resources WA Ltd), Egis Consulting Australia and Highway Constructions Pty Ltd; BGC Contracting Project Ltd; RoadCare, a joint venture between Pioneer Road Service Pty Ltd and Fulton Hogan Pty Ltd, supported by Opus International Consultants Ltd; and Macmahon Contractors WA Pty Ltd.

For the Pilbara-Gascoyne, contract proposals were submitted by the following pre-qualified contractors: Best Roads Group, a joint venture partnership of Boral Asphalt (Boral Resources WA Ltd); Egis Consulting Australia and Highway Constructions Pty Ltd; BGC Contracting Pty Ltd; and Macmahon Contractors WA prod Ltd.