



REVIEW OF ESTIMATED CIV



SCEGGS Darlinghurst

Review of the Estimated Capital Investment Value (CIV) | 1543-0001
28th May 2019



**Planning &
Environment**

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1. Executive Summary

MBM have been engaged by the Department of Planning and Environment to provide a review of the Estimated Capital Investment Value (CIV) report by Altus Group for the proposed school redevelopment at SCEGGS campus, Darlinghurst.

The works include redeveloping key areas of the campus which are currently underutilised and to improve facilities for the school. The key components of the works include redevelopment of Wilkson house, new administration building, Barham restoration, new multipurpose building, and revitalised school entry.

MBM's estimated CIV is **\$62,110,065** excluding GST. Altus Group 's estimate is **\$49,374,200** excluding GST. MBM's estimate is higher than Altus Group estimate by \$12,735,865.

Altus Groups' rate of \$3,733/m² for construction works appears to be in the lower range of typical costs for multiple level school construction and is closer to the cost related to horizontal schools' construction (not more than 3 levels). MBM rate of \$4,732/m² aligns with the current construction costs for vertical schools as demonstrated in the benchmarks table included within this report. (Table derived from recent school projects and reflects similar site constraints.)



2. Estimate CIV Comparison

2.1. Altus Group and MBM CIV Comparison

The estimated CIV is summarised below.

CIV SUMMARY			
DESCRIPTION	ALTUS GROUP	MBMPL	VARIANCE
CONSTRUCTION COSTS			
WILKINSON HOUSE	8,510,000	9,498,069	988,069
MULTI-PURPOSE BUILDING	27,805,000	37,042,851	9,237,851
NEW RECEPTION & ADMINISTRATION BUILDING	5,655,000	7,089,431	1,434,431
REDESIGNED ENTRY FROM FORBES STREET	1,195,000	1,092,173	(102,827)
TOTAL CONSTRUCTION WORKS	43,165,000	54,722,524	11,557,524
PROFESSIONAL FEES			
WILKINSON HOUSE	1,224,100	1,282,239	58,139
MULTI-PURPOSE BUILDING	3,999,700	5,000,785	1,001,085
NEW RECEPTION & ADMINISTRATION BUILDING	813,600	957,073	143,473
REDESIGNED ENTRY FROM FORBES STREET	171,800	147,443	(24,357)
TOTAL PROFESSIONAL FEES	6,209,200	7,387,541	1,178,341
ESTIMATED CAPITAL INVESTMENT VALUE (CIV)	49,374,200	62,110,065	12,735,865

MBM estimated CIV is higher than Altus Group by \$13M

For a detailed break-up of the above please refer to detailed breakdown.

2.2. Altus Group and MBM Areas Comparison

AREA SCHEDULES			
GFA			
DESCRIPTION	ALTUS GROUP	MBMPL	VARIANCE
WILKINSON HOUSE	1,803	1,777	(26)
MULTI-PURPOSE BUILDING	7,989	7,996	7
NEW RECEPTION & ADMINISTRATION BUILDING	1,770	1,792	22
REDESIGNED ENTRY FROM FORBES STREET	-	-	-
TOTAL GFA	11,562	11,565	3

Based on the table above MBM and Altus Group gross floor areas (GFA) aligns. This gives confidence that Altus and MBM priced scope is similar.

The extent of the external areas for the redesigned entry from Forbes Street is not clear. Altus Group areas need to be confirmed.



2.3. Cost/m2 Comparison (GFA)

The overall cost/m2 is demonstrated on the table below.

	GFA	Construction cost Excl FF&E	Cost/m2
Altus Group	11,562	\$ 43,165,000	\$ 3,733
MBM	11,565	\$ 54,722,524	\$ 4,732

Altus Group's overall construction rate of \$3,733/m2 appears low given that the redevelopment of the school adopts vertical construction form, site is restricted, potential excavation in rock, contamination and heritage issues to the Barham building.

MBM's overall construction rate of \$4,732/m2 aligns with current multi levels schools' projects in NSW as demonstrated in section 4 - Benchmarking.

2.4. Detailed Comparison

Refer to Appendix A for a detailed comparison of the estimated CIV including rates and areas used in MBM's estimate in comparison to Altus Group

3. Basis of the Assessment

3.1. Drawings/Documents

The assessment is based on the following documents:

- SCEGGS Darlinghurst Masterplan drawing list attached in Appendix B
- Architectural Design Report
- Douglas Partner Geotechnical Report
- Altus Group Estimated CIV dated February 2019
- SCEGGS Statement of Heritage Impact
- Landscape Masterplan Rev A
- SCEGGS Darlinghurst Masterplan Civil Works
- SCEGGS Darlinghurst Masterplan Stormwater and Flood



4. Benchmarking

Below are recent school projects selected for benchmarking.

Project Name	Project Description	Location	Status	GFA	Rate/m2 for construction cost
SCEGGS, Darlinghurst	Redevelopment of key areas of the SCEGGS campus that are currently underutilised including the following: Wilkson House Redevelopment New administration Building Revitalised school entry New multi-purpose building	Darlinghurst, Sydney	Early cost planning stages	11,562	\$4,730.00
Project 1	Vertical school 2000 HS + 1000 PS students	Parramatta (suburban)	Under construction	44,996	\$4,687.00
Project 2	Vertical school 1200 HS student	Inner Sydney (inner city)	Under negotiation PTE estimate	14,698	\$6,706.00
Project 3	Vertical school 100 Preschool + 1000 PS + 1500 HS students	Suburban	Under negotiation Concept design	38,202	\$5,500.00
Project 4	Vertical school 1200 PS + 2000 HS students	Surrounding CBD	Under negotiation Initial planning stage	36,923	\$6,669.00
Project 5	Horizontal school Expansion of existing school new teaching spaces, admin, communal hall, library, as well as refurbishment of teaching spaces and external site works and services	NSW Hunter Region	Tender awarded April 2019	2,066	\$4,526.00
Project 6	Horizontal school Expansion of existing schools including staff and admin, canteen, communal and OSHC, teaching space and student amenities, as well as external site works and services	Regional NSW	Tender awarded April 2019	2,039	\$4,615.00
Project 7	Horizontal school Construction of new building (Learning spaces & Library) and Admin Building, Hall Refurbishment	Randwick, Sydney	Completed May 2019	7,690	\$4,096.23
Project 8	Horizontal school Construction of new building (The Bow) and Admin Building Refurbishment	Homebush, Sydney	Completed Feb 2019	5,509	\$3,998.91
Project 9	Horizontal school Construction of new building (The Bow) including special programme rooms, collaborative learning areas, quiet space, PAA and refurbishment of admin, staff and hall buildings	Randwick, Sydney	Completed May 2019	3,705	\$3,778.68
Project 10	Horizontal School New primary school for 1000 students	Bella Vista, Sydney	Reached practical completion in May 2019	11,600	\$4,200.00

As can be seen above MBM's estimated rate of \$4,730/m2 aligns with the vertical schools' benchmarks (projects 1 and 3 above).



5. Next Step

MBM has extensive involvement in the current construction market and can provide meaningful advice to assist councils.

Currently MBM estimate is based on functional areas and if required MBM can review the estimated CIV in detail by measuring the drawings and applying current markets rates set in elemental format.



6. Appendix A– Detailed Comparison

DETAILED COMPARISON											
ALTUS GROUP						MBMPL					
ITEM DESCRIPTION	GFA	\$/M2	INDICATIVE CONSTRUCTION COST	PROFESSIONAL FEES	TOTAL AS AT FEB 2019 (EXCL. GST)	GFA	\$/M2	INDICATIVE CONSTRUCTION COST	PROFESSIONAL FEES	TOTAL AS AT MAY 2019 (EXCL. GST)	VARIANCE
(A) WILKINSON HOUSE											
Preliminaries, Overheads and Profit	1,803	\$ 805.00	\$ 1,450,900.00	\$ 208,700	\$ 1,659,600	1,777	\$ 908	\$ 1,613,540	\$ 217,828	\$ 1,831,368	\$ 171,768
Temporary Demountables	1,803	\$ 111.00	\$ 200,000.00	\$ 28,800	\$ 228,800	1,777	\$ 253	\$ 450,000	\$ 60,750	\$ 510,750	\$ 281,950
Demolitions, Site Preparation, Earthworks	1,803	\$ 410.00	\$ 739,800.00	\$ 106,400	\$ 846,200	1,777	\$ 404	\$ 717,469	\$ 96,858	\$ 814,327	-\$ 31,873
New Building Works	1,803	\$ 3,302.00	\$ 5,954,300.00	\$ 856,500	\$ 6,810,800	1,777	\$ 3,600	\$ 6,397,200	\$ 863,622	\$ 7,260,822	\$ 450,022
External Works & Services	1,803	\$ 92.00	\$ 165,000.00	\$ 23,700	\$ 188,700	1,777	\$ 180	\$ 319,860	\$ 43,181	\$ 363,041	\$ 174,341
FF&E	1,159	\$ -	\$ -		\$ -	1,777				\$ 0	\$ 0
TOTAL (A) - WILKINSON HOUSE	1,803	\$ 4,720.00	\$ 8,510,000.00	\$ 1,224,100	\$ 9,734,100	1,777	\$ 5,345	\$ 9,498,069	\$ 1,282,239	\$ 10,780,308	\$ 1,046,208
(B) NEW MULTI-PURPOSE BUILDING											
Preliminaries, Overheads and Profit	7,989	\$ 583.00	\$ 4,656,300.00	\$ 669,800	\$ 5,326,100	7,996	\$ 796.09	\$ 6,365,541	\$ 859,348	\$ 7,224,889	\$ 1,898,789
Demolitions, Site Preparation, Earthworks	7,989	\$ 429.00	\$ 3,425,300.00	\$ 492,700	\$ 3,918,000	7,996	\$ 494.30	\$ 3,952,395	\$ 533,573	\$ 4,485,968	\$ 567,968
New Building Works	7,989	\$ 2,355.00	\$ 18,812,500.00	\$ 2,706,200	\$ 21,518,700	7,996	\$ 3,183.13	\$ 25,452,300	\$ 3,436,061	\$ 28,888,361	\$ 7,369,661
External Works & Services	7,989	\$ 114.00	\$ 910,900.00	\$ 131,000	\$ 1,041,900	7,996	\$ 159.16	\$ 1,272,615	\$ 171,803	\$ 1,444,418	\$ 402,518
FF&E	6,288	\$ -			\$ -					\$ 0	\$ 0
TOTAL (B) - NEW MULTI-PURPOSE BUILDING	7,989	\$ 3,480.00	\$ 27,805,000.00	\$ 3,999,700	\$ 31,804,700	7,996	\$ 4,632.67	\$ 37,042,851	\$ 5,000,785	\$ 42,043,636	\$ 10,238,936
(C) NEW RECEPTION & ADMINISTRATION BUILDING											
Preliminaries, Overheads and Profit	1,770	\$ 525.00	\$ 929,200.00	\$ 133,700	\$ 1,062,900	1,792	\$ 680	\$ 1,218,267	\$ 164,466	\$ 1,382,733	\$ 319,833
Demolitions, Site Preparation, Earthworks	1,770	\$ 113.00	\$ 200,000.00	\$ 28,800	\$ 228,800	1,792	\$ 106	\$ 189,564	\$ 25,591	\$ 215,155	-\$ 13,645
New Reception & Admin	957	\$ 3,380.00	\$ 3,234,700.00	\$ 465,300	\$ 3,700,000	956	\$ 3,600	\$ 3,441,600	\$ 464,616	\$ 3,906,216	\$ 206,216
Restored Barham	813	\$ 1,440.00	\$ 1,171,100.00	\$ 168,500	\$ 1,339,600	836	\$ 2,500	\$ 2,090,000	\$ 282,150	\$ 2,372,150	\$ 1,032,550
External Works(pavings, landscaping, boundary fence, etc)	1,770	-	see Redesign Forbes St Entry		\$ -	1,792			\$ 0	\$ 0	\$ 0
External Services	1,770	\$ 68.00	\$ 120,000.00	\$ 17,300	\$ 137,300	1,792	\$ 83.71	\$ 150,000	\$ 20,250	\$ 170,250	\$ 32,950
FF&E	1,598	\$ -			\$ -					\$ 0	\$ 0
TOTAL (C) - NEW RECEPTION & ADMINISTRATION BUILDING	1,770	\$ 3,195.00	\$ 5,655,000.00	\$ 813,600	\$ 6,468,600	1,792	\$ 3,956	\$ 7,009,431	\$ 957,073	\$ 8,046,504	\$ 1,577,904
(D) REDESIGNED ENTRIES FROM FORBES STREET											
Preliminaries, Overheads and Profit			\$ 193,500.00	\$ 27,800	\$ 221,300			\$ 157,074	\$ 21,205	\$ 178,279	-\$ 43,021
Demolitions, Site Preparation, Earthworks			\$ 204,500.00	\$ 29,400	\$ 233,900			\$ 178,114	\$ 24,045	\$ 202,159	-\$ 31,741
External Works(pavings, landscaping, boundary fence, etc)			\$ 797,000.00	\$ 114,600	\$ 911,600			\$ 756,985	\$ 102,193	\$ 859,178	-\$ 52,422
External Services (stormwater drainage & external lighting)			Incl in respective bldg		\$ -					\$ 0	\$ 0
TOTAL (D) - REDESIGNED ENTRY FROM FORBES STREET			\$ 1,195,000.00	\$ 171,800	\$ 1,366,800			\$ 1,092,173	\$ 147,443	\$ 1,239,616	-\$ 127,184
TOTAL (A + B + C + D)	11,562	\$ 3,733.00	\$ 43,165,000.00	\$ 6,209,200	\$ 49,374,200	11,565	\$ 4,731.74	\$ 54,722,524	\$ 7,387,541	\$ 62,110,065	\$ 12,735,865



7. Appendix B– Drawing List

SCEGGS DARLINGHURST MASTERPLAN

DRAWING LIST

SCEGGS DARLINGHURST MASTERPLAN

DRAWING NO.	SCALE	REVISION NO.	DRAWING NAME
AR.MP.0000	NTS	B	COVER SHEET & DRAWING SCHEDULE
AR.MP.1101	1:500	A	EXISTING SITE PLAN
AR.MP.1102	1:500	A	PROPOSED SITE PLAN
AR.MP.1103	1:1000	A	GFA CALCULATIONS
AR.MP.1104	1:1000	A	EXISTING AND DEMOLISHED GFA PLANS
AR.MP.2001	1:500	A	EXISTING SITE PLAN LEVEL 1
AR.MP.2002	1:500	A	EXISTING SITE PLAN LEVEL 2
AR.MP.2003	1:500	A	EXISTING SITE PLAN LEVEL 3
AR.MP.2004	1:500	A	EXISTING SITE PLAN LEVEL 4
AR.MP.2005	1:500	A	EXISTING SITE PLAN LEVEL 5
AR.MP.2006	1:500	A	EXISTING SITE PLAN LEVEL 6
AR.MP.2007	1:500	A	EXISTING SITE PLAN LEVEL 7
AR.MP.2008	1:500	A	EXISTING ROOF PLAN
AR.MP.2101	1:500	A	PROPOSED MASTERPLAN ENVELOPE LEVEL 1
AR.MP.2102	1:500	A	PROPOSED MASTERPLAN ENVELOPE LEVEL 2
AR.MP.2103	1:500	A	PROPOSED MASTERPLAN ENVELOPE LEVEL 3
AR.MP.2104	1:500	A	PROPOSED MASTERPLAN ENVELOPE LEVEL 4
AR.MP.2105	1:500	A	PROPOSED MASTERPLAN ENVELOPE LEVEL 5
AR.MP.2106	1:500	A	PROPOSED MASTERPLAN ENVELOPE LEVEL 6
AR.MP.2107	1:500	A	PROPOSED MASTERPLAN ENVELOPE LEVEL 7
AR.MP.2108	1:500	A	PROPOSED MASTERPLAN ENVELOPE ROOF LEVEL
AR.MP.2109	1:200	A	ENVELOPES DIMENSIONS LEVEL 1
AR.MP.2110	1:200	A	ENVELOPES DIMENSIONS LEVEL 2
AR.MP.2111	1:200	A	ENVELOPES DIMENSIONS ROOF LEVEL
AR.MP.2201	1:500	A	DEMOLITION PLAN LEVEL 1
AR.MP.2202	1:500	A	DEMOLITION PLAN LEVEL 2
AR.MP.2203	1:500	A	DEMOLITION PLAN LEVEL 3
AR.MP.2204	1:500	A	DEMOLITION PLAN LEVEL 4
AR.MP.2205	1:500	A	DEMOLITION PLAN LEVEL 5
AR.MP.2206	1:500	A	DEMOLITION PLAN LEVEL 6
AR.MP.2207	1:500	A	DEMOLITION PLAN LEVEL 7
AR.MP.2208	1:500	A	DEMOLITION ROOF PLAN
AR.MP.3001	1:250	A	EXISTING ELEVATIONS
AR.MP.3002	1:250	A	PROPOSED MASTERPLAN ENVELOPE ELEVATIONS
AR.MP.4001	1:250	A	EXISTING SECTIONS 1
AR.MP.4002	1:250	A	EXISTING SECTIONS 2
AR.MP.4003	1:250	A	PROPOSED MASTERPLAN ENVELOPE SECTIONS 1
AR.MP.4004	1:250	A	PROPOSED MASTERPLAN ENVELOPE SECTIONS 2
AR.MP.5001	1:1000	A	EXISTING SHADOW DIAGRAMS_SPRING-SUMMER-AUTUMN
AR.MP.5002	1:1000	A	PROPOSED SHADOW DIAGRAMS_SPRING-SUMMER-AUTUMN
AR.MP.5003	1:1000	A	EXISTING SHADOW DIAGRAMS_WINTER
AR.MP.5004	1:1000	A	PROPOSED SHADOW DIAGRAMS_WINTER
AR.MP.5005	1:500	A	EXISTING SHADOW DIAGRAMS_WINTER_THOMSON ST
AR.MP.5006	1:500	A	PROPOSED SHADOW DIAGRAMS_WINTER_THOMSON ST
AR.MP.5007	NTS	A	THOMSON STREET STREETSCAPE
AR.MP.5008	NTS	A	EXISTING SHADOWS ON THOMSON STREET ELEVATION_WINTER
AR.MP.5009	NTS	A	PROPOSED SHADOWS ON THOMSON STREET ELEVATION_WINTER
AR.MP.6001	NTS	A	3D HEIGHT PLANE 1
AR.MP.6002	NTS	A	3D HEIGHT PLANE 2
AR.MP.7001	NTS	A	MASTERPLAN 3D PUBLIC VIEW 1
AR.MP.7002	NTS	A	MASTERPLAN 3D PUBLIC VIEW 2
AR.MP.7003	NTS	A	MASTERPLAN 3D PUBLIC VIEW 3
AR.MP.7004	NTS	A	MASTERPLAN 3D PUBLIC VIEW 4
AR.MP.7005	NTS	A	MASTERPLAN 3D PUBLIC VIEW 5
AR.MP.7006	NTS	B	MASTERPLAN 3D PUBLIC VIEW 6
AR.MP.7007	NTS	A	MASTERPLAN 3D PUBLIC VIEW 7

WILKINSON HOUSE REDEVELOPMENT

DRAWING NO.	SCALE	REVISION NO.	DRAWING NAME
AR.DA.1001	1:200	A	WILKINSON HOUSE TEMPORARY DEMOUNTABLES PLAN
AR.DA.2001	1:100	A	WILKINSON HOUSE EXISTING BASEMENT PLAN
AR.DA.2002	1:100	A	WILKINSON HOUSE EXISTING GROUND PLAN
AR.DA.2003	1:100	A	WILKINSON HOUSE EXISTING LEVEL 1 PLAN
AR.DA.2004	1:100	A	WILKINSON HOUSE EXISTING LEVEL 2 PLAN
AR.DA.2101	1:100	A	WILKINSON HOUSE REDEVELOPMENT BASEMENT PLAN
AR.DA.2102	1:100	A	WILKINSON HOUSE REDEVELOPMENT GROUND PLAN
AR.DA.2103	1:100	A	WILKINSON HOUSE REDEVELOPMENT LEVEL 1 PLAN
AR.DA.2104	1:100	A	WILKINSON HOUSE REDEVELOPMENT LEVEL 2 PLAN
AR.DA.2105	1:100	A	WILKINSON HOUSE REDEVELOPMENT LEVEL 3 PLAN
AR.DA.3001	1:100	A	WILKINSON HOUSE EXISTING ELEVATIONS
AR.DA.3002	1:100	A	WILKINSON HOUSE REDEVELOPMENT ELEVATIONS
AR.DA.5001	NTS	A	WILKINSON HOUSE REDEVELOPMENT EXTERNAL MATERIALS AND FINISHES
AR.DA.6001	NTS	A	WILKINSON HOUSE REDEVELOPMENT 3D VIEW 1
AR.DA.6002	NTS	A	WILKINSON HOUSE REDEVELOPMENT 3D VIEW 2
AR.DA.6003	NTS	A	WILKINSON HOUSE REDEVELOPMENT 3D VIEW 3
AR.DA.6004	NTS	A	WILKINSON HOUSE REDEVELOPMENT FACADE CONCEPT

SCEGGS DARLINGHURST

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Our Expertise



Quantity Surveying

- Feasibility studies
- Cost planning and estimating
- Bills of Quantities
- Tender estimates, analysis and evaluation
- Contract administration
- Financier reporting
- Replacement cost analysis



PPP Advisory

- Business case and reference project
- Technical and services specifications
- Public sector comparator (PSC)
- Bid evaluation and negotiation
- Post contract administration and audit
- Support to private sector bidder



Building Consultancy

- Technical due diligence
- Make good schedules
- Condition audits
- Life cycle costing
- Asset registers
- Sinking funds
- Capital expenditure forecasting and analysis
- BCA consultancy and certification
- Sustainability services



Infrastructure

- Independent/Probabilistic estimating
- Cost planning
- Cost & contract administration
- Audits/assurance reviews
- Expert witness and dispute resolution



Tax & Assets Services

- Tax depreciation and capital allowance schedules
- Management of fixed asset registers
- Depreciation modelling and auditing
- Transaction support for acquisition, disposal and leasing



Facilities Management Advisory

- Review of maintenance services
- Redevelopment of contract models
- Preparation/review of scope of works and specifications
- Procurement of FM maintenance and cleaning
- Assistance with transition



Expert Witness

- Financial evaluation of claims
- Negotiation of costs
- Dispute Resolution
- Tribunal and Court Proceedings
- Quantum Reports

OUR LOCATIONS

MBM has offices in Sydney, Melbourne, Brisbane, Perth, Canberra, Adelaide and the Gold Coast. We operate as a single entity and are able to utilise specialised skills from any office to deliver a successful outcome for your project or development.

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