

CITY OF KELOWNA

MEMORANDUM

DATE: June 4, 2002

File: 0550-05
6640-20

TO: City Manager

FROM: Airport General Manager

SUBJECT: **AIR TERMINAL BUILDING EXPANSION**

RECOMMENDATION

THAT Council approve awarding a construction contract to Ledcor Construction Limited in the amount of \$559,679 for completion of Phase 5 of the major terminal expansion program.

AND THAT Council approve an amendment to the 2002 Financial Plan of \$286,400 to increase the scope of the Terminal Building expansion with funding from the Airport Improvement Fee Reserve.

BACKGROUND AND COMMENTS

In the 2002 Financial Plan, Council approved \$425,000 to make a number of improvements to the air terminal building including modifying the airside corridor, expanding the downstream check-in area, and extending the baggage carousels. Since the budget was approved, additional building modifications became necessary as a consequence of new federal security regulations. These items were included along with the previously approved project and tendered as a separate price. It is recommended that this work be completed at this time in order to avoid construction taking place in the departures room two years in a row and to get the work done in a timely manner.

The total estimated cost of \$711,400 includes consulting fees and a 10% contingency.

R. Sellick

RS/dt/jmj