
CITY OF KELOWNA

MEMORANDUM

Date: August 12th, 2002
File No.: 5600-04 Richter Street
To: City Manager
From: Water Manager
Subject: Richter Street (Highway 97 to Bernard) TE02-08

RECOMMENDATION:

THAT the tender for the Richter Street Construction project (Highway 97 to Bernard Avenue) TE02-08 be awarded to the low bidder Ansell Construction Ltd. in the amount of \$653,167.59 including GST.

BACKGROUND:

The tender is for the replacement of 200 meters of water and sewer main, minor drainage improvements, road resurfacing and traffic signal rough in for future improvements at the Bernard/Richter intersection. A public meeting was held on June 24th to provide affected residents an opportunity to discuss the project with City staff. A notification of the meeting and a description of the project were also mailed prior to the public meeting. Six tender packages were picked up and the following three tenders were submitted:

Ansell Construction	\$653,167.59
Peters Bros. Construction	\$722,518.57
Lawrence Enterprises	\$810,680.00

All prices include GST and a contingency allowance. Associated Engineering has reviewed the tender submissions and checked for their arithmetic accuracy and completeness. They have confirmed Ansell Construction's compliance with the Contract requirements, and the inclusion of the specified Bid Bond.

Ansell Bros. Construction's tender price is above the approved budget of \$568,732. for this work. A number of factors have contributed to this. Contractors at this time of year are very busy and the pricing received reflects this. In addition prices for PVC pipe have increased since the budget for this project was set and approved. This project also includes the potential of damaging and repairing a large fiber optic transmission cable in the immediate area of the construction zone. Additional funds for this project will be provided from under expenditures realized on two recently completed projects on Mount Royal and the lane north of Harvey. This project is scheduled to start after the Labour Day weekend.

Don Degen
Water Manager

John Vos
Director of Works & Utilities