
CITY OF KELOWNA

MEMORANDUM

Date: March 27, 2003
File No.: 5340-09-20
To: City Manager
From: Wastewater Manager
Subject: **AWARD OF CONSTRUCTION CONTRACT TE 03-08**
North Rutland Sanitary Sewer Specified Area #20 - Zone B1

RECOMMENDATION:

THAT the Contract for construction of the area identified as Zone B1 of Sewer Specified Area # 20 (N. Rutland) be awarded to R-355 Enterprises Ltd. (B. Lawrence Contracting) for the amount of \$368,230.34 which includes GST and contingency amount;

AND THAT the Mayor and City Clerk be authorized to execute the Contract on behalf of the City.

BACKGROUND:

This Contract is the first phase of construction in the North Rutland Project and involves the installation of Sewer mains and services to 59 homes in the North Rutland area. This area is proceeding first as a result of a partnership with a Developer in the Hillaby Road area, who required sewer for his proposed Development. While extending the sewer to the 29 proposed lots on his property, they will service 30 existing homes in the Spec Area. The Development will add the revenue (Spec Area charge) from 29 more EDU's to the Spec Area as a cash commuted payment, which will help reduce the costs for all the participants in the Spec Area.

The Work to be performed in this Contract consists of approximately:

- 970m of 200mm diameter PVC Sanitary Sewer
- 10 Manholes
- 59 service connections
- Restoration work

In response to the City's invitation to Tender TE-03-08, 6 bids were received, as shown below in order of magnitude:

| | |
|--------------------------------|--------------|
| R-355 Enterprises Ltd. | \$368,230.34 |
| Peters Bros. Construction Ltd. | \$376,250.77 |
| Danric Construction Ltd. | \$384,881.35 |
| Bennett Contracting Ltd. | \$440,527.62 |
| R&L Excavating. | \$483,967.39 |
| Ansell Construction Ltd | \$604,417.75 |

Our Consultant has reviewed the bid submissions, checked for their arithmetic accuracy and provided the City with a tender analysis, a list of the corrected bids and a recommendation. R-

355 Construction Ltd. (more commonly known as B. Lawrence Construction) complied with the tender specifications and drawings, and included the specified Bid, Performance and Labour and Material Payment bonds. The Tender amount is consistent with the Consultants estimate, and is less than the amount budgeted for this work within the Spec Area project. The Capital funding for this project is available within the established Spec Area budget in Account Number 40-4940-SA20 as well as the Transportation Division Account 10-3301-R8120 which was budgeted to perform Road improvements in conjunction with the Sewer project.

The construction work for this Contract is anticipated to commence in early April, and be completed early in June, this year.

W.J. Berry, P.Eng.
Wastewater Manager

John Vos
Director of Works & Utilities

cc Deputy Director of Financial Services