
City of Kelowna

MEMORANDUM

DATE: May 8, 2003
FILE: 5400-20
TO: City Manager
FROM: Transportation Manager
RE: **Award of Enterprise Way Extension; TE-03-02**

RECOMMENDATION:

THAT the tender for the extension of Enterprise Way from Banks Rd to Leathead Rd TE-03-02 be awarded to the low bidder R & L Excavating Ltd., in the amount of One Million Four Hundred Thirty-three Thousand Nine Hundred and Twenty-one dollars and Fifteen cents (\$1,433,921.15) including GST;

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

BACKGROUND:

The tender is for the upgrading and extension of Enterprise Way from approximately Banks Rd to the intersection of Highway 97 and Leathead Rd. It includes upgrades to the Highway 97/Leathead intersection including dual left turns from Enterprise Way to Highway 97 and median installations on Highway 97 at both Powick Rd and Cary Rd.

In response to the City's Invitation to Tender TE-03-02, the following two tenders were received:

R & L Excavating	\$1,433,921.15
Peters Brothers Paving	\$1,597,778.05

All prices include GST.

Urban Systems Ltd has reviewed the tender submissions and checked for arithmetic accuracy and completeness. They confirm that R & L Excavating Ltd has complied with the Contract requirements and included with the tender the necessary Bid Bond, Surety's Consent and acknowledgement of Addendums.

In many Contract Tender forms, we include a fixed contingency amount to provide funds to address unknown conditions such as poor soil conditions or the relocation of private utilities that are not accurately shown by the owner. This Contract did not include a

contingency amount in the tender form and therefore all prices shown are based on the present drawings and specifications. To allow for additional work that is normally required in the Contract of this type and magnitude a contingency amount of approximately \$80,000 is requested. Any additional work is requested and evaluated by our Engineering Consultant, who recommends any changes to the City Project Manager.

The subject Contract is one part of a project in partnership with the Ministry of Transportation and private land owners in the area. This tender amount is within the budget allotted for the work.

Ron Westlake, P.Eng.
Transportation Manager

John Vos
Director of Works & Utilities

cc. Director of Finance