
CITY OF KELOWNA
MEMORANDUM

Date: June 16, 2004
File No.: 5340-09-20 Zone D

To: City Manager

From: Wastewater Manager

Subject: **AWARD OF CONSTRUCTION CONTRACT TE 04-07**
North Rutland Local Sewer Service Area #20 – Zone D, Contract #2

RECOMMENDATION:

THAT the Contract for the construction of Local Sewer Service Area No. 20 – **Zone D, Contract #2** be awarded to Bennett Contracting Ltd. for the amount of \$2,388,163.55, which includes GST that will be fully rebated,

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

BACKGROUND:

The property owners in the North Rutland area have “voted” to receive sewer service through a Local Service Area process. City Council adopted Bylaw 8929, which established the Local Service Area. The work is being done in different stages. This Contract is for the construction work in Zone D - Contract #2 (predominately in the Hayashi Road area and on Old Vernon Road) of the North Rutland Sewer Project and involves the installation of sewer mains and services for 150 properties. The Work to be performed in this Contract consists of approximately:

- 4,500 m of sewer main
- 61 manholes
- 150 service connections
- General restoration work

In response to the City’s invitation to Tender TE-04-07, six (6) bids were received, as shown below:

Bennett Contracting Ltd.	\$2,388,163.55
Acres Enterprises Ltd.	\$2,402,399.79
Peter’s Bros. Construction Ltd.	\$2,574,083.94
Copcan Contracting Ltd.	\$2,716,554.80
DDC Construction Services Ltd.	\$2,765,474.07
Ansell Construction Ltd.	\$2,781,173.10

Our Consultant has reviewed the bid submission, checked the arithmetic accuracy and provided the City with a tender analysis, a list of the corrected bids and a recommendation. Bennett Contracting Ltd. complied with the tender specifications and drawings, and included the specified Bid, Performance and Labour and Material Payment bonds.

The portion of the Capital budget allocated for sewer construction of Zone D -Contract 2 was \$1.81 Million including GST and contingency funds. Prior to advertising the Invitation to Tender, our Engineering Consultant estimated the construction cost for the sewer portion of this Contract to be \$2,441,790 including GST and contingency. The recommended Contractor's price is less than our Consultant's estimate. Although the Contractor's price exceeds the budgeted amount for sewer in this zone, the overall costs for the project are expected to end up within the total budget amount, as there were surpluses resulting from the 2003 construction. The expenditure will be interim financed until costs are recovered from the benefiting Property Owners.

Funding for the Wastewater portion of the project is available as a component of the Spec Area, from Account Number 40-4940-SA20. This project is also receiving a total contribution of \$1.35 Million for the entire Spec Area from the Transportation Division, for roadway improvements.

The construction work for this Contract is anticipated to commence in July, and be completed by the end of October, this year.

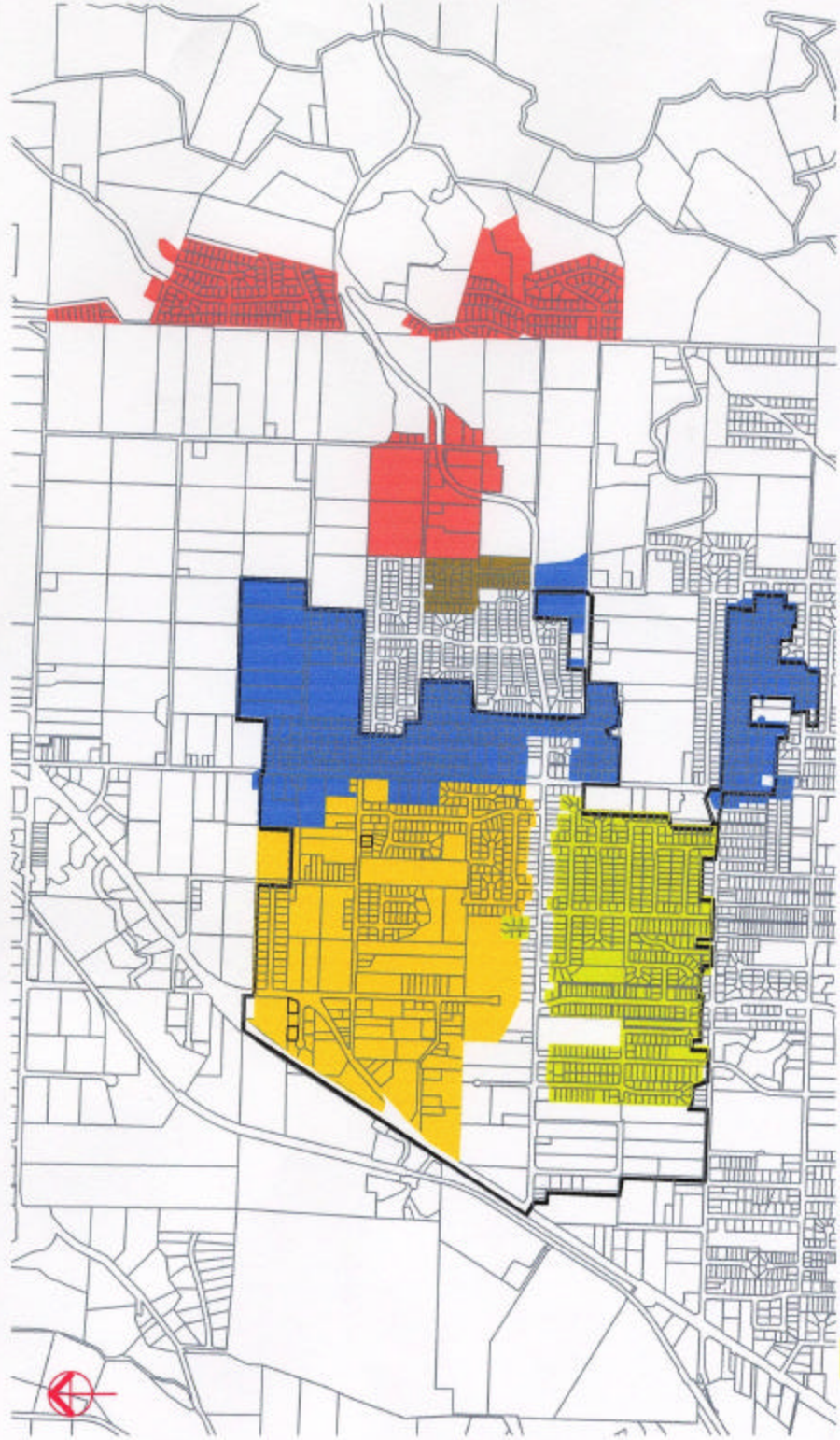
W.J. Berry, P.Eng.
Wastewater Manager



Approved for inclusion:
John Vos
Director of Works & Utilities

cc Director of Financial Services

SEWER SPECIFIED AREA #20 PROPOSED CONSTRUCTION ZONES



-  ZONE "A"
 -  ZONE "B"
 -  ZONE "A" or "B"
 -  ZONE "C"
 -  ZONE "D"
- To be determined after Zones A and B Contract awards