## **CITY OF KELOWNA**

# **MEMORANDUM**

**DATE:** June 27,2005

File: 0550-05 6640-20-TGW

**TO:** City Manager

**FROM:** Airport General Manager

### SUBJECT: <u>CONSTRUCT AIRCRAFT TUGWAY – KELOWNA INT'L AIRPORT</u>

#### **RECOMMENDATION**

THAT Council approve awarding a unit price construction contract in the amount of \$806,823.00 to Peter Bros. Construction Ltd. for construction of an aircraft tugway to provide airside access from the runway system to the Westside Commercial Development Property;

AND THAT Council approve an amendment to the 2005 Financial Plan to increase the budget from \$461,780.00 to \$875,000.00 for this project with funding from the Airport Groundside Reserve.

#### BACKGROUND AND COMMENTS

In July 2004, Council approved leasing approximately 135,000 sq. ft. of the westside City-owned airport property to Kelowna Flightcraft Ltd. for the construction of a Boeing 757 aircraft maintenance hangar and B.C.I.T. training facility.

Three bids were received in response to the City's tender call for the construction of the aircraft tugway:

1.	Peter Bros. Construction	\$806,823.00
2.	Hayter Construction Ltd.	\$806,928.00
3.	Westlake Paving and Aggregates Ltd.	\$821,642.03

The low bid has been reviewed and approved by the City's consultant and the Purchasing department.

Costs increased in the design phase due to airside/property security requirements and traffic control devices.

Hunie

R. Sellick

GB/lab