City of Kelowna

MEMORANDUM

DATE: July 20, 2005

FILE: 5400-20 - Gordon Drive Upgrade

TO: City Manager

FROM: Transportation Manager

RE: Award of Gordon Drive Upgrade Contract, Dehart to Stonybrook

RECOMMENDATION:

THAT the contract to upgrade Gordon Dr from Dehart Rd to Thorneloe Rd, Paret Rd from Thorneloe Rd to Stonybrook Rd and Stonybrook Rd from Paret Rd to east end be awarded to Peters Bros. Construction Ltd for the amount of \$3,585,865.32, including GST;

AND THAT the 2005 Financial Plan be amended to add \$200,000 to the Gordon Dr upgrade project with funding of 69% from the DCC and 31% from Arterial Roads reserves;

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

BACKGROUND:

As part of the 20-Year Servicing Plan and growth in the SW Mission, the City is proposing to upgrade the Gordon Dr corridor (including parts of Paret Rd and Stonybrook Rd) to a three lane urban standard between Old Meadows Rd and Stonybrook Rd. The improvements maintain one lane in each direction and add a centre two-way left turn lane, sidewalks, curb and gutter, drainage and bike lanes. As part of this year's program, the section between Old Meadows and Dehart is planned to be built by the City. The section between Old Meadows and Dehart is planned to be built in 2006.

In response to the City's Invitation to Tender, two bids were received as follows (including GST):

- Peters Brothers Construction Ltd. \$3,585,865.32
- Lawrence Enterprises \$3,665,683.04

Our Engineer's estimate for this contract was \$3,495,048. So the low bid was approximately 2.5% (\$90,000) above the engineer's estimate. Peters Bros. Construction Ltd. has complied with the tender specifications and drawings and provided the required Bid Bond and Surety Consent for Performance and Labour and Material Payment Bond. Our consultant, Earth Tech (Canada) Inc. has reviewed the bids for accuracy and

arithmetic errors, has provided the City with a tender analysis and recommended this award.

During Provisional and Final Budget preparation, design was still ongoing and the extent of the 2005 was not fully determined. A budget amendment is now necessary to allow for this award.

Subject to Council's award of this contract, we anticipate construction to begin by mid-August and be substantially complete by the end of November, 2005

Ron Westlake, P. Eng. Transportation Manager

Approved for inclusion	

John Vos Director of Works & Utilities

RW/ms