
CITY OF KELOWNA

MEMORANDUM

Date: September 19, 2005
File No.: 5380-03
To: City Manager
From: Environment & Solid Waste Manager
Subject: Tender Award # T05-111; Composting Control & Aeration System

Recommendation:

THAT COUNCIL award tender # T05-111, Composting Control & Aeration System, to Engineered Compost Systems for the amount of \$763,458.00, including GST/PST;

AND THAT COUNCIL have staff obtain the funding from Account # 10-4500-LF200, "Regional Ogogrow Production Facility".

Background:

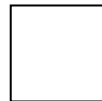
There were 2 bids for the specified "Composting & Aeration Control System". The Christiaens Group from the Netherlands was the other competitive bid at \$822,291.00. The winning bid is within 2% of the Engineer's estimate.

Council awarded the grading contract for the site on August 22, which was 50% less than the Engineer's estimate. Council was also advised that staff would be providing a more certain estimate of the new joint facility.

Staff is pleased to advise that the project is on track and is within 20% of original 3 year old budget of \$6,000,000. The most recent estimate which includes items yet to be tendered and a 20% construction contingency is \$7,170,000.

Staff will be providing these new estimates to Finance and the Sewer Utility for their integration into existing finance models and for their review.

Staff will advise Council of the methodology for increased funding that may be required for the new facility within 2-3 weeks.



Approved for inclusion:
John Vos, Director of Works & Utilities

Mark Watt,
Environment & Solid Waste Manager