CITY OF KELOWNA MEMORANDUM

Date: January 03, 2006

File No.: 5380-03

To: City Manager

From: Environment & Solid Waste Manager

Subject: Tender Award # TE05-15; Contract #3, Joint Composting Facility

Recommendation:

THAT COUNCIL award tender TE05-15, Kelowna/Vernon Composting Facility, to Maple Reinders Inc. for the amount of \$4,179,000.00 excluding GST.

Background:

The City of Kelowna and the City of Vernon are jointly developing a new biosolids composting facility near the Vernon landfill. 3 previous tenders have been awarded and completed in the development of the new facility. Tender TE05-15 is the largest of the contracts and includes an administration building, biosolids receiving and mixing building, compost aeration works, fuel depot, equipment washdown facility, additional paving and fencing. Completion is projected to be by mid May 2006 with commissioning in June of 2006.

2 bids were received for TE05-15 Contract # 3, Kelowna /Vernon Composting Facility. The low bidder was Maple Reinders Inc. at \$4,179,000.000 excluding G.S.T. and the other was from PCL Constructors Westcoast Inc. at \$5,055,116.00. The winning bid is within 1% of the Engineer's estimate. Our consultant reviewed the bids and confirms they are in compliance with Tender Documents. Maple Reinders has the necessary expertise and resources to successfully complete the project.

A final contract for site drainage will be tendered in February 2006 and the acquisition/purchase of the NORD parcel of land is anticipated in the next 10 weeks.

The project remains within the budget of \$7,170,000.00 outlined in the memo to Council of September 19, 2005. Funding of the project is 2/3 by the City of Kelowna Wastewater Utility and 1/3 by the City of Vernon. Sufficient funds exist in the approved 2005 and 2006 budgets to cover the City's share of the works.

Mark Watt, Environment & Solid Waste Manager	Approved for inclusion: John Vos Director of Works & utilities