
City of Kelowna

MEMORANDUM

DATE: June 7, 2006
FILE: 5400-20 Gordon Drive
TO: City Manager
FROM: Transportation Manager
RE: **AWARD OF CONSTRUCTION CONTRACT TE 06-08
Gordon Drive Upgrading, Dehart to Old Meadows**

Prepared by: Forrest Klotzbach, Roadways Engineer

RECOMMENDATION:

THAT Contract TE 06-08 for the reconstruction of the Gordon Drive from Dehart to Old Meadows be awarded to Peters Bros. Construction Ltd. in the amount of \$1,497,242.23, including GST;

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

BACKGROUND:

In conjunction with the 20 Year Servicing Plan, the City of Kelowna is proposing to upgrade Gordon Drive from Dehart to Old Meadows Road. This project involves the reconstruction of the road to a three lane cross section (one lane north and southbound, as well as a centre two-way left turn lane) with new curb, gutter and sidewalk. This is a continuation of the work that began last year to the south on Gordon Drive from Dehart to Stonybrook Roads.

The work to be performed includes the construction/reconstruction of approximately:

- 24 catch basins and leads;
- 15,000 m² of asphalt milling, gravels and paving;
- 2,000 m of curb and gutter;
- 3,300 m² of sidewalk;
- 575 m of water main;
- 11 new street lights and related electrical work; and
- Landscape restoration, concrete block retaining walls and related frontage works.

In response to the City's invitation to Tender TE 06-08, four bids were received, as shown below:

Peters Bros. Construction Ltd.	\$1,497,242.23
Ansell Construction Ltd.	\$1,647,722.96
Lawrence Enterprises Ltd.	\$1,726,599.08
*OK Excavating	\$1,868,710.57
Engineer's construction cost estimate	\$1,551,500

*Arithmetic errors were corrected that did not materially affect the tender results.

Our Consultant, EarthTech Canada Inc., has reviewed the bids for accuracy and arithmetic errors and has provided the City with a tender analysis and the corrected bids. Peters Bros. Construction Ltd. has complied with the tender specifications and drawings, and included the specified Bid Bond and Surety Consent for Performance and Labour and Material Payment bonds.

FINANCIAL IMPLICATIONS:

Funding of approximately \$1,900,000 is available for this project from 2006 Budget 10-3400-R4010 Gordon 3 (Old Meadows – Dehart).

CONCLUSION:

Peters Bros. Construction's bid is approximately 4% below the Engineer's construction cost estimate of \$1,551,500 for this project, their bid is compliant with the requirements of the tender and staff recommend award of this tender. Upon award, construction of this project is anticipated to begin in July and be completed in early September.



Ron Westlake, P.Eng.
Transportation Manager

Approved for inclusion
John Vos
Director of Works & Utilities

FPK/ms

cc: Director of Financial Services