CITY OF KELOWNA

MEMORANDUM

DATE: July 5, 2006 File: 0550-05

6640-20 Parking Lots

TO: City Manager

FROM: Airport General Manager

SUBJECT: EXPAND APRON I & LONG TERM PARKING LOT

RECOMMENDATION

THAT Council approve awarding a construction contract in the amount of \$2,400,948.76 to Ansell Construction Ltd. for construction of an expansion to Apron I and an extension to the Long Term Parking Lot at the Kelowna International Airport.

AND THAT Council approve an amendment to the 2006 Financial Plan to increase the budget for the Apron I expansion from \$553,000.00 to \$1,253,000.00 with funding from the Airport Improvement Fee Reserve.

BACKGROUND AND COMMENTS

In the 2006 Financial Plan, Council approved projects to expand Apron I and the Long Term Parking Lot. The apron expansion project will add one large aircraft parking position to accommodate increasing transborder and international traffic and additional ramp equipment parking space. The Long Term Lot expansion will add 381 new parking stalls and pave the 300 gravel stalls built in 2005. This will result in a total of 2,202 public parking stalls available at the airport.

Both projects were tendered together and three bids were received in response to the City's open tender call:

Ansell Construction Ltd. \$2,400,948.76
Peters Brothers Construction Ltd. \$2,522,738.52
Wilco \$2,945,666.41

The low bid has been reviewed and approved by the City's consultant and the Purchasing department. The tendered prices for the apron expansion exceeded our Consultant's estimate and are a reflection of the current construction climate in Kelowna. Included in the project costs are funds for fees, insurance, consulting and contingencies.

R. Sellick

RS/SS/lab