
CITY OF KELOWNA

MEMORANDUM

Date: August 15, 2007
File No.: 0550-05
6640-03
To: City Manager
From: Assistant General Manager, Airport Development
Subject: **LONG TERM PARKING EXPANSION CONTRACT (T07-088)**

RECOMMENDATION:

THAT Council authorize the City to enter into a contract with R&L Excavating in the amount of \$811,360.04 inclusive of GST for construction of a Long Term Parking expansion at the Kelowna International Airport.

AND THAT Council approve an amendment to the 2007 Financial Plan to increase the budget for the Long Term Parking expansion from \$849,880 to \$989,880 with funding from the Airport Improvement Fee Reserve.

AND THAT the Mayor and City Clerk be authorized to execute the contract.

BACKGROUND:

The Purchasing Division advertised an open tender call for the long term parking expansion on July 10, 2007. The following bids were received on July 31st.

- | | |
|-----------------------------|----------------|
| 1. Ansell Construction Ltd. | \$1,063,570.08 |
| 2. Hayter Construction Ltd. | \$1,069,073.60 |
| 3. R&L Excavating | \$ 811,360.04 |

The low bid has been reviewed and approved by the City's consultant and the Purchasing department. The tendered prices for the Long Term Parking expansion exceeded our Consultant's estimate and are a reflection of the current construction climate in Kelowna. Funding for engineering, contract management, and contingencies make up the remainder of the budget amendment request.

INTERNAL CIRCULATION TO:

Purchasing Manager

FINANCIAL/BUDGETARY CONSIDERATIONS:

Funding for this project in the amount of \$849,880 was approved by Council as part of the Airport's 2007 Capital Budget request. An additional \$140,000 will be needed to complete the project.

EXTERNAL AGENCY/PUBLIC COMMENTS:

The Airport Advisory Committee has approved the Long Term Parking expansion.

Considerations that were not applicable to this report:

LEGAL/STATUTORY AUTHORITY:

LEGAL/STATUTORY PROCEDURAL REQUIREMENTS:

EXISTING POLICY:

PERSONNEL IMPLICATIONS:

TECHNICAL REQUIREMENTS:

ALTERNATE RECOMMENDATION:

Submitted by:

S. Samaddar
Assistant General Manager, Airport Development

Approved for Inclusion:

