

CITY OF KELOWNA

MEMORANDUM

**Date:** November 27, 2007  
**File No.:** 5340-05 Birch Avenue Lift Station  
**To:** City Manager  
**From:** Wastewater Engineer  
**Subject:** Award of Construction TE07-15  
Birch Avenue Lift Station Replacement

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**RECOMMENDATION:**

THAT the Contract for replacement of the Birch Ave Lift Station be awarded to R355 Enterprises Ltd. for the amount of \$613,109.73 which includes GST (that will be fully rebated) and \$40,000 contingency.

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

**BACKGROUND:**

The existing Birch Ave Lift Station is located in Cameron Park at the intersection of Birch Ave and Richter St. Replacement of this 45 year old lift station is required to accommodate projected increasing flows and address maintenance problems.

This work was originally tendered in June 2007, but all tenders were rejected because the low bid (\$879,302) was over budget. We re-entered this work in November with changes to the scope of work and schedule.

Replacement work will be completed in 2008.

In response to the City's invitation to Tender TE07-15, three (3) bids were received, as tabulated below:

Contractor	Total Tender Price
1. R355 Enterprises Ltd.	\$613,109.73
2. Hayter Construction Ltd.	\$783,636.27
3. Arlo Construction Ltd.	\$993,668.45

Our Consultant has reviewed the bid submissions, checked the arithmetic accuracy and provided the City with a tender analysis, a list of the corrected bids and a recommendation to award this contract to R355 Enterprises Ltd.



## **FINANCIAL/BUDGETARY CONSIDERATIONS:**

The Capital budget money available for the project will be funded primarily from the DCC Reserve with a contribution from the Sewer Utility. The tendered amount for this work is within the approved 2007 budget of \$651,800.

## **INTERNAL CIRCULATION TO:**

Wastewater Manager  
Director of Financial Services

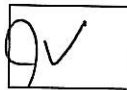
## **Considerations not applicable to this report:**

LEGAL/STATUTORY AUTHORITY: N/A  
LEGAL/STATUTORY PROCEDURAL REQUIREMENTS: N/A  
EXISTING POLICY: N/A  
PERSONNEL IMPLICATIONS: N/A  
TECHNICAL REQUIREMENTS: N/A  
EXTERNAL AGENCY/PUBLIC COMMENTS: N/A  
ALTERNATE RECOMMENDATION: N/A

Submitted by:



Joel Shaw, P.Eng.  
Wastewater Engineer



Approval for inclusion  
John Vos  
Director of Works & Utilities