



# City of Grand Island

Tuesday, July 12, 2016

Council Session

## Item G-4

**#2016-162 - Approving Vehicle Storage Building Construction -  
Utilities Department**

Staff Contact: Tim Luchsinger, Stacy Nonhof

# Council Agenda Memo

**From:** Tim Luchsinger, Utilities Director  
Stacy Nonhof, Assistant City Attorney

**Meeting:** July 12, 2016

**Subject:** Vehicle Storage Building Construction – Utilities  
Department

**Presenter(s):** Tim Luchsinger, Utilities Director

## Background

On April 28, 2015, City Council approved a contract with JEO Architects for an initial amount of \$45,000 to evaluate space requirements and develop a conceptual design and building estimate for the remodel of the Electric Service Center Building at 1116 W. N. Front Street and a new vehicle storage building to be constructed immediately north of the existing garage. The building will provide protected storage space for Electric Department service trucks which are larger than the existing garage area was designed for when the building was constructed in 1964.

It was determined by City staff to use a phased approach for this project beginning with the storage building. On December 8, 2015, City Council approved the first amendment to the contract in the amount of \$99,000 for the development of the detailed construction drawings and specifications for the new vehicle storage building. All documents were completed and issued for bids.

## Discussion

The following bids were received by the City on June 23, 2016 for the labor and materials to construct the new vehicle storage building. The engineer's estimate for this work is \$1,500,000.

Bidder	Bid Price	Exceptions
Rathman & Manning Corp., Chapman, NE	\$902,615.00	None
Chief Industries, Inc., Grand Island, NE	\$920,407.00	None
Lacy Construction, Grand Island, NE	\$995,000.00	None
Abat Lerew Construction, LLC, Sutton, NE	\$1,012,408.77	None

### **Alternatives**

It appears that the Council that the following alternatives concerning the issue at hand.  
The Council may:

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to a future date
4. Take no action on the issue

### **Recommendation**

City Administration recommends that the Council award the bid for the Vehicle Storage Building construction to the low bidder, Rathman & Manning Corporation of Chapman, Nebraska, in the amount of \$902,615.00.

### **Sample Motion**

Move to approve the bid for the Vehicle Storage Building construction to Rathman & Manning Corporation of Chapman, Nebraska, in the amount of \$902,615.00.



Stacy Nonhof, Purchasing Agent

*Working Together for a  
Better Tomorrow, Today*

**BID OPENING**

**BID OPENING DATE:** June 23, 2016 at 2:00 p.m.  
**FOR:** Vehicle Storage Building  
**DEPARTMENT:** Utilities  
**ESTIMATE:** \$1,500,000.00  
**FUND/ACCOUNT:** 520  
**PUBLICATION DATE:** May 26, 2016  
**NO. POTENTIAL BIDDERS:** 16

**SUMMARY**

<b>Bidder:</b>	<u>Rathman &amp; Manning Corp.</u> Chapman, NE	<u>B-D Construction, Inc.</u> Columbus, NE
<b>Bid Security:</b>	Inland Insurance Co.	North American Specialty Ins. Co.
<b>Exceptions:</b>	None	None
<b>Bid Price:</b>	\$902,615.00	1,144,000.00
<b>Bidder:</b>	<u>Lacy Construction Company</u> Grand Island, NE	<u>Chief Industries, Inc.</u> Grand Island, NE
<b>Bid Security:</b>	Merchants Bonding Co.	Fidelity & Deposit Co.
<b>Exceptions:</b>	None	None
<b>Bid Price:</b>	\$995,000.00	\$920,407.00
<b>Bidder:</b>	<u>Abat Lerew Construction, LLC</u> Sutton, NE	
<b>Bid Security:</b>	Allied World Specialty Ins. Co.	
<b>Exceptions:</b>	None	
<b>Bid Price:</b>	\$1,012,408.77	

cc: Tim Luchsinger, Utilities Director  
Marlan Ferguson, City Administrator  
Stacy Nonhof, Purchasing Agent

Pat Gericke, Utilities Admin. Assist.  
Renaë Griffiths, Finance Director  
Travis Burdett, Assistant Utilities Director

**P1887**

RESOLUTION 2016-162

WHEREAS, the City of Grand Island invited sealed bids for a Vehicle Storage Building according to plans and specifications on file with the Utilities Department; and

WHEREAS, on June 23, 2016, bids were received, opened and reviewed; and

WHEREAS, Rathman & Manning Corporation of Chapman, Nebraska, submitted a bid in accordance with the terms of the advertisement of bids and plans and specifications and all other statutory requirements contained therein, such bid being in the amount of \$902,615.00; and

WHEREAS, the bid of Rathman & Manning Corporation is less than the estimate for the Utilities Vehicle Storage Building.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Rathman & Manning Corporation in the amount of \$902,615.00, for the Utilities Vehicle Storage Building, is approved as the lowest responsible bid, and the Mayor is hereby authorized to sign the contract on behalf of the City of Grand Island.

- - -

Adopted by the City Council of the City of Grand Island, Nebraska, July 12, 2016 .

\_\_\_\_\_  
Jeremy L. Jensen, Mayor

Attest:

\_\_\_\_\_  
Nicki Stoltenberg, Assistant to the City Administrator

Approved as to Form	☐ _____
July 8, 2016	☐ City Attorney