



# City of Grand Island

Tuesday, March 28, 2017

Council Session

## Item G-4

**#2017-83 - Approving Bid Award - Fire Water Tank Interior  
Painting at Platte Generating Station**

Staff Contact: Tim Luchsinger, Stacy Nonhof



Stacy Nonhof, Purchasing Agent

*Working Together for a  
Better Tomorrow, Today*

**BID OPENING**

**BID OPENING DATE:** February 28, 2017 at 2:00 p.m.  
**FOR:** Platte Generating Station Fire Water Tank Interior Painting  
**DEPARTMENT:** Utilities  
**ESTIMATE:** \$300,000.00  
**FUND/ACCOUNT:** 520  
**PUBLICATION DATE:** February 14, 2017  
**NO. POTENTIAL BIDDERS:** 11

**SUMMARY**

<b>Bidder:</b>	<b><u>J.R. Steltzer Co.</u></b> Lincoln, NE	<b><u>Allen Blasting &amp; Coating, Inc.</u></b> Wever, IA
<b>Bid Security:</b>	Merchants Bonding Company	United Fire & Casualty Co.
<b>Exceptions:</b>	None	None
<b>Bid Price:</b>		
<b>Material:</b>	\$34,798.72	\$168,912.00
<b>Labor:</b>	\$254,901.28	\$128,339.00
<b>Sales Tax:</b>	\$ n/a	<u>\$11,823.00</u>
<b>Total Bid:</b>	\$289,700.00	\$309,074.00

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

Pat Gericke, Utilities Admin. Assist.  
Renae Griffiths, Finance Director  
Darrell Dorsy, PGS Plant Supt.

**P1949**

# **Council Agenda Memo**

**From:** Timothy G. Luchsinger, Utilities Director  
Stacy Nonhof, Assistant City Attorney

**Meeting Date:** March 28, 2017

**Subject:** Fire Water Tank Interior Painting at Platte Generating Station

**Presenter(s):** Timothy G. Luchsinger, Utilities Director

## **Background**

The Platte Generating Station has a single, aboveground, one million gallon water storage tank that provides service to the power plant's fire protection systems. The entire internal structure of the tank needs to be repainted to maintain the integrity and life of the tank. A bypass line was installed in past years to allow a direct feed of well water to the fire protection pumps while the tank is out of service, providing a reduced level of protection. The tank is scheduled to be repainted during the fall outage when fire hazards are significantly reduced.

## **Discussion**

Specifications for the Fire Water Tank Interior Painting at Platte Generating Station were advertised and issued for bid in accordance with the City Purchasing Code. Bids were publicly opened on February 28, 2017. The engineer's estimate for this project was \$300,000.00.

Bidder	Bid Price
J.R. Stelzer Company, Lincoln, NE	\$289,700.00
Allen Blasting & Coating, Inc., Wever, IA	\$309,074.00

Bids were reviewed by plant engineering staff. The bid from J.R. Stelzer indicates that their firm is an Option 2 Contractor, which maintains a tax-paid inventory and will not collect sales tax when billing. Their bid is compliant with specifications and less than the engineer's estimate.

## **Alternatives**

It appears that the Council has 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 future date
4. Take no action on the issue

## **Recommendation**

City Administration recommends that Council award the Contract for the Fire Water Tank Interior Painting at Platte Generating Station to J.R. Stelzer Co., of Lincoln, Nebraska, as the low responsive bidder, with the bid in the amount of \$289,700.00.

## **Sample Motion**

Motion to approve the bid in the amount of \$289,700.00 from J.R. Stelzer Co., Lincoln, Nebraska, for the Fire Water Tank Interior Painting at Platte Generating Station.

RESOLUTION 2017-83

WHEREAS, the City of Grand Island invited sealed bids for Fire Water Tank Interior Painting At Platte Generating Station, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on February 28, 2017, bids were received, opened and reviewed; and

WHEREAS, J. R. Stelzer Company of Lincoln, 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 \$289,700.00; and

WHEREAS, the bid of the Stelzer Company is less than the estimate for the Fire Water Tank Interior Painting at Platte Generating Station.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of the Stelzer Company, in the amount of \$289,700.00 for the Fire Water Tank Interior Painting, is hereby approved as the lowest responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, March 28, 2017.

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Jeremy L. Jensen, Mayor

Attest:

\_\_\_\_\_  
RaNae Edwards, City Clerk

Approved as to Form	☐ _____
March 27, 2017	☐ City Attorney