



# City of Grand Island

Tuesday, April 22, 2014

Council Session

## Item G-12

**#2014-91 - Approving Bid Award - Phelps Control Warehouse  
Construction**

Staff Contact: Tim Luchsinger, Stacy Nonhof

# Council Agenda Memo

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

**Meeting:** April 22, 2014

**Subject:** Approving Bid Award - Phelps Control Center New Warehouse Construction

**Item #'s:** G-12

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

## Background

On June 25, 2013, City Council approved a contract with Webb Architects to evaluate space requirements and develop a preliminary design and building estimate for the remodel of Phelps Control Center and a new warehouse to be constructed immediately north of Phelps Control Center. The warehouse would provide much needed additional space for a growing spare parts inventory for the City substations and transmission system. It was determined by City staff to use a phased approach to construct this building. Upon completion of a preliminary design of the new warehouse, on October 8, 2013, City Council approved Amendment #1 to the Architectural contract to proceed with the detailed design and specifications and provide construction management.

## Discussion

The following bids were received by the City on April 8, 2014 for the labor and materials to construct the new warehouse. The engineer's estimate for this work is \$1,850,000.

Bidder	Bid Price	Exceptions
Lacy Construction Co., Grand Island, NE	\$1,140,000.00	None
Chief Industries, Inc., Grand Island, NE	\$1,154,525.00	None
Sampson Construction, Kearney, NE	\$1,251,000.00	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 contract for the Phelps Control Center New Warehouse construction to the low bidder, Lacy Construction Company of Grand Island, Nebraska, in the amount of \$1,140,000.00.

### **Sample Motion**

Move to approve the contract for the Phelps Control Center New Warehouse to Lacy Construction Company of Grand Island, Nebraska, in the amount of \$1,140,000.00.



Stacy Nonhof, Purchasing Agent

*Working Together for a  
Better Tomorrow, Today*

**BID OPENING**

**BID OPENING DATE:** April 8, 2014 at 2:00 p.m.  
**FOR:** Phelps Control Center New Warehouse  
**DEPARTMENT:** Utilities  
**ESTIMATE:** \$1,850,000.00  
**FUND/ACCOUNT:** 520  
**PUBLICATION DATE:** March 13, 2014  
**NO. POTENTIAL BIDDERS:** Unlimited

**SUMMARY**

<b>Bidder:</b>	<u>Lacy Construction Co.</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>	\$1,118,380.00	\$1,141,776.00
<b>Sales Tax:</b>	\$ 21,620.00	\$ 12,752.00
<b>Total Bid:</b>	\$1,140,000.00	\$1,154,528.00

<b>Bidder:</b>	<u>Sampson Construction</u> Kearney, NE
<b>Bid Security:</b>	Liberty Mutual Insurance Co.
<b>Exceptions:</b>	None
<b>Bid Price:</b>	\$1,220,000.00
<b>Sales Tax:</b>	\$ 31,000.00
<b>Total Bid:</b>	\$1,251,000.00

cc: Tim Luchsinger, Utilities Director  
Mary Lou Brown, City Administrator  
Stacy Nonhoff, Purchasing Agent  
Travis Burdett, Assist. Utilities Director

Bob Smith, Assist. Utilities Director  
Jaye Monter, Finance Director  
Pat Gericke, Utilities Admin. Assist.  
Christy Leshner, PCC Utilities Secretary

**P1724**

RESOLUTION 2014-91

WHEREAS, the City of Grand Island invited sealed bids for the Phelps Control Center new Warehouse Construction, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on April 8, 2014, bids were received, opened and reviewed; and

WHEREAS, Lacy Construction Company of Grand Island, 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 \$ 1,140,000.00; and

WHEREAS, the bid of Lacy Construction Company is less than the estimate for the Phelps Control Center new Warehouse Construction.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Lacy Construction, in the amount of \$1,140,000.00, for the Phelps Control Center new Warehouse Construction, is hereby approved as the lowest responsible bid and that the Mayor is hereby authorized, on behalf of the City, to execute the contract between the City of Grand Island and Lacy Construction Company.

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Adopted by the City Council of the City of Grand Island, Nebraska, April 22, 2014.

\_\_\_\_\_  
Jay Vavricek, Mayor

Attest:

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

Approved as to Form	☒ _____
April 18, 2014	☒ City Attorney