



City of Grand Island

Tuesday, January 22, 2008

Council Session

Item G6

**#2008-18 - Approving Bid Award - Raw Water and Fire Tank
Painting - Platte Generating Station**

Staff Contact: Gary R. Mader; Wesley Nespor

Council Agenda Memo

From: Gary R. Mader, Utilities Director
Wesley Nespor, Asst. City Attorney/Purchasing

Meeting: January 22, 2008

Subject: Bid Award - Raw Water and Fire Tank Painting

Item #'s: G-6

Presenter(s): Gary R. Mader, Utilities Director

Background

The Platte Generating Station utilizes two water storage tanks for its operation. The Raw Water Tank is a 50,000 gallon steel reservoir used for potable water and for makeup for the boiler water treatment system. The Fire Tank is a 1,000,000 gallon steel reservoir used for plant cooling water and fire protection system water storage. The tanks are coated with specialized painting systems to prevent corrosion of the steel shells and support structures. Inspection of the tanks indicates that the interior and exterior of the Raw Water Tank and the exterior of the Fire Water Tank are in a deteriorated condition that requires repainting. Plant staff developed specifications for repainting of the tanks. This project was included in the '07 – '08 Electric Department Budget.

Discussion

The specifications for the Raw Water and Fire Tank Painting were advertised and issued for bid in accordance with the City Purchasing Code. Responses were received from the following bidders. The engineer's estimate for this project was \$68,000.00.

<u>Bidder</u>	<u>Bid Price</u>
Tri-Brothers Contracting, Inc., Southgate, MI	\$ 67,000.00
Mongan Painting Co., Inc., Cherokee, IA	\$ 44,113.67
J.R. Stelzer Co., Lincoln, NE	\$ 67,287.00
Pittsburg Tank & Tower Co., Inc., Henderson, KY	\$ 99,472.55
HEG Painting Company, Inc., Cherokee, IA	\$ 76,272.00
Lindner Painting, Inc., Lincoln, NE	\$ 59,700.00
TMI Coatings, Inc., St. Paul, MN	\$199,400.00
L.F.W. Sandblasting & Painting, Inc., Plattsmouth, NE	\$ 60,150.00

Hartman Walsh Painting Co., St. Louis, MO	\$108,591.00
Abhe & Svoboda, Inc., Prior Lake, MN	\$175,310.00
Maguire Iron, Inc., Sioux Falls, SD	\$ 68,890.00
Thomas Industrial Coatings, Inc., Pevely, MO	\$ 74,707.00
Utility Service Co., Inc., Perry, GA	\$150,000.00
M&M Tank coating Co., Inc., Greeley, CO	\$ 79,652.00

The bids were reviewed by plant engineering staff. Mongan Painting Co., Inc. did not provide the specified information to evaluate the bid or the specified bid security. Therefore, the bid is incomplete and not in compliance with the specifications. The rest of the bids were compliant with specifications. The low compliant bid is from Lindner Painting and is 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 the Council award the Contract for Raw Water and Fire Tank Painting to Linder Painting, Inc. from Lincoln, Nebraska, as the low responsive bidder, with the bid price of \$59,700.00.

Sample Motion

Move to approve award of the bid of \$59,700.00 from Linder Painting, Inc. for the Raw Water and Fire Tank Painting as submitted.

Purchasing Division of Legal Department
INTEROFFICE MEMORANDUM



Dale M. Shotkoski, Assistant City Attorney

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Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: January 8, 2008 at 11:15 a.m.

FOR: Raw Water and Fire Tank Painting

DEPARTMENT: Utilities

ESTIMATE: \$68,000.00

FUND/ACCOUNT: 520

PUBLICATION DATE: December 5, 2007

NO. POTENTIAL BIDDERS: 21

SUMMARY

Bidder:	<u>Tri-Brothers Contracting, Inc.</u> Southgate, MI	<u>Pittsburg Tank & Tower Co., Inc.</u> Henderson, KY
Bid Security:	Western Surety Company	Old Republic Surety Company
Exceptions:	None	None
Bid Price:	\$67,000.00	\$99,472.55
Bidder:	<u>Mongan Painting Co., Inc.</u> Cherokee, IA	<u>HEG Painting Company, Inc.</u> Cherokee, IA
Bid Security:	Western Surety Co. (FAX Copy)	Merchants Bonding Company
Exceptions:	None	None
Bid Price:	\$44,113.67	\$76,272.00
Bidder:	<u>J.R. Stelzer Co.</u> Lincoln, NE	<u>Lindner Painting, Inc.</u> Lincoln, NE
Bid Security:	Merchants Bonding Company	Merchants Bonding Company
Exceptions:	None	None
Bid Price:	\$67,287.00	\$59,700.00

Bidder:	<u>TMI Coatings, Inc.</u> St. Paul, MN	<u>Maguire Iron, Inc.</u> Sioux Falls, SD
Bid Security:	International Fidelity Ins. Co.	Great American Ins. Co.
Exceptions:	None	None
Bid Price:	\$199,400.00	\$68,890.00
Bidder:	<u>L.F.W. Sandblasting & Painting, Inc.</u> Plattsmouth, NE	<u>Thomas Industrial Coatings, Inc.</u> Pevely, MO
Bid Security:	Developers Surety & Indemnity Co.	The Hanover Insurance Co.
Exceptions:	Noted	None
Bid Price:	\$60,150.00	\$74,707.00
Bidder:	<u>Hartman Walsh Painting Co. Utility Service Co., Inc.</u> St. Louis, MO	Perry, GA
Bid Security:	Travelers Casualty & Surety Co.	Travelers Casualty & Surety
Exceptions:	None	None
Bid Price:	\$108,591.00	\$150,000.00
Bidder:	<u>Abhe & Svoboda, Inc.</u> Prior Lake, MN	<u>M & M Tank Coating Co., Inc.</u> Greeley, CO
Bid Security:	Western Surety Company	(Bond not received from Fed Ex)
Exceptions:	None	None
Bid Price:	\$175,310.00	\$79,652.00

cc: Gary Mader, Utilities Director
Lynn Mayhew, PGS
Pat Gericke, Utilities Admin. Assist.
Wes Nespor, Assist. City Attorney
Jeff Pederson, City Administrator

Bob Smith, Assist. Utilities Director
Karen Nagel, Utilities Secretary
Dale Shotkoski, City Attorney
Sherry Peters, Legal Secretary

RESOLUTION 2008-18

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

WHEREAS, on January 8, 2008, bids were received, opened and reviewed; and

WHEREAS, Linder Painting, Inc. 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 \$59,700.00; and

WHEREAS, the bid of Linder Painting, Inc., is less than the estimate for the Raw Water and Fire Tank Painting for the Platte Generating Station.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Linder Painting, Inc., of Lincoln, Nebraska in the amount of \$59,700.00 for Raw Water and Fire Tank Painting for the Platte Generating Station is hereby approved as the lowest responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, January 22, 2008.

Margaret Hornady, Mayor

Attest:

RaNae Edwards, City Clerk