



City of Grand Island

Tuesday, April 12, 2011

Council Session

Item G10

#2011-84 - Approving Bid Award - Burdick Reservoir Painting

Staff Contact: Gary R. Mader

Council Agenda Memo

From: Gary R. Mader, Utilities Director
Jason Eley, Interim City Attorney

Meeting: April 12, 2011

Subject: Burdick Reservoir Painting

Item #'s: G-10

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

Background

The Utilities Department utilizes several large, steel storage tanks for storage of water and fuel. Being of steel construction, periodic painting of the surfaces of these tanks is required as routine maintenance. The tanks are coated with specialized painting systems to prevent corrosion of the steel shells and the tank support structures, and are regularly inspected for the condition of paint coatings and metal surfaces. During inspections last year, the Burdick Reservoir showed significant deterioration of the exterior and interior surfaces. This 3,000,000 gallon water storage reservoir is the supply for the Burdick Pumping Station, and an integral part of the City's municipal water system. This reservoir was last painted in 2001. Based on the results of the last inspection, funding for repainting of this water storage reservoir was included in the 2010–2011 Water Department Capital Improvement Budget.

Department staff developed bid specifications for the repainting of the tank, which includes sandblasting of the surfaces to bare metal and painting with the appropriate coating systems. The work is scheduled for later this year, after the summer peak season, when City water system demands are lower and will allow the Burdick Pumping Station to be removed from service during the painting work.

Discussion

The specifications for the Burdick Reservoir Painting were advertised and issued for bid in accordance with the City Purchasing Code. Bids were publicly opened on March 23, 2011. Specifications were sent to 26 potential bidders and responses were received as listed below. The engineer's estimate for this project was \$580,000.00.

Bidder	Bid Price
Lindner Painting, Inc.	\$ 394,120.00
Utility Service Co., Inc.	\$ 409,900.00
J.R. Stelzer Co.	\$ 436,055.00
Superior Industrial Maintenance	\$ 468,165.00
TRI-Brothers Contracting, Inc.	\$ 495,000.00
TMI Coatings, Inc.	\$ 549,000.00
Classic Protective Coatings	\$ 657,590.00
W.S. Bunch Company	\$ 680,635.00
Caldwell Tanks, Inc.	\$ 760,800.00
Ziegler Industries, Inc.	\$ 769,717.00
Ziegler Industries, Inc.	\$ 788,277.00

The bids were reviewed by plant staff. Ziegler Industries submitted a second bid for an alternate coating product, but due to the high price, the alternate was not fully evaluated.

Lindner Painting, of Lincoln, Nebraska, submitted the lowest bid in the amount of \$394,120.00. The bid has been reviewed by utility staff and found to be 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 the Council award the Contract for Burdick Reservoir Painting to Lindner Painting, Inc. of Lincoln, Nebraska, as the low responsive bidder, with the bid price of \$394,120.00.

Sample Motion

Move to approve the bid from Lindner Painting, Inc., in the amount of \$394,120.00 for the Burdick Reservoir Painting as submitted.



Jason Eley, Purchasing Agent

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Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: March 23, 2011 at 2:00 p.m.
FOR: Burdick Reservoir Painting
DEPARTMENT: Utilities
ESTIMATE: \$580,000.00
FUND/ACCOUNT: 520
PUBLICATION DATE: March 2, 2011
NO. POTENTIAL BIDDERS: 26

SUMMARY

Bidder:	<u>W.S. Bunch Company</u> Omaha, NE	<u>TMI Coatings, Inc.</u> St. Paul, MN
Bid Security:	United Fire & Casualty Co.	North American Specialty Ins. Co.
Exceptions:	Noted	None

Bid Price:		
Material:	\$168,000.00	\$ 50,000.00
Labor:	\$500,875.00	\$499,000.00
Sales Tax:	<u>\$ 11,760.00</u>	<u>\$ -- .</u>
Total Bid:	\$680,635.00	\$549,000.00

Bidder:	<u>Ziegler Industries, Inc.</u> Burnside, IL	<u>Classic Protective Coatings</u> Menomonie, WI
Bid Security:	\$38,485.85	Western Surety Company
Exceptions:	None	None

Bid Price:		Alternate:	
Material:	\$187,212.00	\$170,228.00	\$ 80,000.00
Labor:	\$589,425.00	\$588,915.00	\$544,711.00
Sales Tax:	<u>\$ 11,640.00</u>	<u>\$ 10,574.00</u>	<u>\$ 32,879.00</u>
Total Bid:	\$788,277.00	\$769,717.00	\$657,590.00

Bidder:	<u>Superior Industrial Maintenance</u> Concord, NC	<u>Utility Service Co., Inc.</u> Perry, GA
Bid Security:	Western Surety Company	Travelers Casualty & Surety Co.
Exceptions:	None	Noted

Bid Price:		
Material:	\$152,024.00	\$100,000.00
Labor:	\$305,500.00	\$302,900.00
Sales Tax:	<u>\$ 10,641.00</u>	<u>\$ 7,000.00</u>
Total Bid:	\$468,165.00	\$409,900.00

Bidder:	<u>Lindner Painting, Inc.</u> Lincoln, NE	<u>TRI – Brothers Contracting, Inc.</u> Southgate, MO
Bid Security:	Merchants Bonding Co.	Hudson Insurance Co.
Exceptions:	None	None

Bid Price:		
Material:	\$103,240.00	\$ 76,000.00
Labor:	\$283,653.00	\$413,680.00
Sales Tax:	<u>\$ 7,227.00</u>	<u>\$ 5,320.00</u>
Total Bid:	\$394,120.00	\$495,000.00

Bidder:	<u>J.R. Stelzer Co.</u> Lincoln, NE	<u>Caldwell Tanks, Inc.</u> Louisville, KY
Bid Security:	Merchants Bonding Co.	Great American Insurance Co.
Exceptions:	Noted	None

Bid Price:		
Material:	\$115,000.00	\$230,550.00
Labor:	\$312,955.00	\$517,100.00
Sales Tax:	<u>\$ 8,100.00</u>	<u>\$ 13,150.00</u>
Total Bid:	\$436,055.00	\$760,800.00

cc: Gary Mader, Utilities Director
Jason Eley, Purchasing Agent
Mary Lou Brown, Interim City Administrator
Karen Nagel, Utilities Secretary

Bob Smith, Assist. Utilities Director
Pat Gericke, Utilities Admin. Assist.
Larry Keown, Burdick Supt.

RESOLUTION 2011-84

WHEREAS, the City of Grand Island invited sealed bids for Burdick Reservoir Painting, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on March 23, 2011, bids were received, opened and reviewed; and

WHEREAS Lindner 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 \$394,120.00; and

WHEREAS, the bid of Lindner Painting is less than the estimate for the Burdick Reservoir Painting.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Lindner Painting, Inc., in the amount of \$394,120.00 for Burdick Reservoir 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, April 12, 2011.

Jay Vavricek, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
April 7, 2011	☐ City Attorney