



City of Grand Island

Tuesday, April 26, 2011

Council Session

Item G6

**#2011-95 - Approving Bid Award - GT #1 Combustion Turbine
Enclosure Painting**

Staff Contact: Timothy Luchsinger

Council Agenda Memo

From: Timothy G. Luchsinger, Utilities Director
Jason Eley, Assistant City Attorney

Meeting: April 26, 2011

Subject: Combustion Turbine #1 (GT1) Combustion Turbine Enclosure Painting

Item #'s: G-6

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

Background

Combustion Turbine #1 (GT1) at Burdick Station was placed in service in 1968. Periodically the unit requires repainting due to exposure to the weather and plant operation. The unit was partially sandblasted and painted in 1998. Routine coating inspections by staff and coating consultants determined that continued protection of the enclosure will require sandblasting and recoating of the enclosure and appurtenances. Specifications for this work were developed by plant management staff.

Discussion

The specifications for the GT1 Combustion Turbine Enclosure Painting were advertised and issued for bid in accordance with the City Purchasing Code. Bids were publicly opened on April 7, 2011. Specifications were sent to 25 potential bidders and responses were received as listed below. The engineer's estimate for this project was \$85,000.00.

Bidder	Bid Price
Lindner Painting, Inc., Lincoln, NE	\$ 73,370.00
W.S. Bunch Co., Omaha, NE	\$ 84,850.00
L&P Painting Co., Cedar Rapids, IA	\$ 92,362.00
TMI Coatings, St. Paul, MN	\$ 117,300.00

The bids were reviewed by utility staff. The bid from Lindner Painting, Inc. 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 the Council award the Contract for GT1 Combustion Turbine Enclosure Painting to Lindner Painting, Inc., of Lincoln, Nebraska, as the low responsive bidder, with the bid price of \$73,370.00.

Sample Motion

Move to approve the bid award of \$73,370.00 from Lindner Painting, Inc., for the GT1 Combustion Turbine Enclosure Painting as submitted.

Purchasing Division of Legal Department
INTEROFFICE MEMORANDUM



Jason Eley, Purchasing Agent

*Working Together for a
Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: April 7, 2011 at 2:00 p.m.
FOR: GT1 Combustion Turbine Enclosure Painting
DEPARTMENT: Utilities
ESTIMATE: \$85,000.00
FUND/ACCOUNT: 520
PUBLICATION DATE: March 24, 2011
NO. POTENTIAL BIDDERS: 25

SUMMARY

Bidder:	<u>Lindner Painting, Inc.</u> Lincoln, NE	<u>L & P Painting Co.</u> Cedar Rapids, IA
Bid Security:	Merchants Bonding Company	West Bend Mutual Ins. Co.
Exceptions:	None	None

Bid Price:		
Material:	\$14,350.00	\$31,300.00
Labor:	\$58,015.00	\$58,871.00
Sales Tax	<u>\$ 1,005.00</u>	<u>\$ 2,191.00</u>
Total Bid:	\$73,370.00	\$92,362.00

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

Bid Price:		
Material:	\$ 17,300.00	\$19,070.00
Labor:	\$100,000.00	\$64,345.00
Sales Tax	<u>-0-</u>	<u>\$ 1,435.00</u>
Total Bid:	\$117,300.00	\$84,850.00

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, PGS

P1470

RESOLUTION 2011-95

WHEREAS, the City of Grand Island invited sealed bids for Combustion Turbine #1 (GT1) Combustion Turbine Enclosure Painting at Burdick Station, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on April 7, 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 \$73,370.00; and

WHEREAS, the bid of Lindner Painting, Inc., is less than the estimate for the GT1 Combustion Turbine Enclosure Painting at Burdick Station.

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 \$73,370.00 for GT1 Combustion Turbine Enclosure 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 26, 2011.

Jay Vavricek, Mayor

Attest:

RaNae Edwards, City Clerk