



Agenda Item Details

Meeting	Apr 01, 2024 - Regular City Commission Meeting
Category	G. BUSINESS ITEMS
Subject	5. Consideration to award bid for the 4th Avenue water tower painting
Type	Action
Preferred Date	Apr 01, 2024
Absolute Date	Apr 01, 2024
Fiscal Impact	Yes
Dollar Amount	605,800.00
Budgeted	Yes
Budget Source	401-901-986.000-0779
Recommended Action	Option A: Motion to approve Viking Industrial Painting for painting of the 4th Avenue Water Tower for the base amount of \$605,800. Option B: Motion to approve Viking for the additional artwork bid for the amount of \$87,000 and increase the project budget by \$47,900 to cover the artwork with funding from the Sewer and Water Fund.

BACKGROUND:

The 4th Avenue Water Tower paint is at the end of its useful life; A complete blast and paint was suggested in the 2021 tank inspection.

ANALYSIS:

Nelson Tank Engineering & Consulting, Inc. was hired as our engineer and consultant for the painting project and created the bid documents. The project was opened up for bidding and concluded on March 25, 2024. Four painters bid on the project with the bid amounts ranging from \$605,800 to \$933,300 for the base bid. Nelson Tank reviewed the bids and recommended Viking Industrial Painting for the project. Viking is the lowest bidder.

The bid also included a second water tower design [Option B] with an additional price of \$87,000. The additional price has no affect on the project's base bid but was established due to the detailed artwork that was selected on the second design. If the Commission so chooses, the Water Director can pursue funding for the alternate bid artwork.

This project will happen between June and September of 2024. There will be no interruption of water service during this tank outage.

COMMUNITY OUTREACH: (if applicable)

A request to the community was made for design artwork on the water tower [see attached water tower submissions]. The Water Director will present at the April 1 meeting.

FISCAL IMPACT:

The 4th Avenue Tower Painting Project was included in the capital projects budget for this fiscal year in the amount of \$685,000. We contracted with Nelson Tank Engineering & Consulting, Inc. to be the project engineer and oversight for this project for the amount of \$40,030.00. Approval of the lowest base bid in the amount of \$605,800 would leave a balance of \$39,170 which could cover part of the additional cost of artwork. If the commission approves the alternate bid an additional \$47,830 in funding would be needed to complete the project. The Water Capital Reserve fund has been fully depleted, so if approved, the additional funds to complete the artwork would come from the Sewer and Water operational fund.

ALTERNATIVES:

List alternatives to the recommended action.

The City Commission has the following options to consider on this matter:

1. Adopt resolution with modifications.
2. Direct staff to return with more information.
3. Other Alternative
4. Take no action.

[4th Ave Final Designs.pdf \(851 KB\)](#)

[SaultSteMarieBidTabs.24.pdf \(62 KB\)](#)

[SSM.Recommendation.24.pdf \(465 KB\)](#)

[4th Ave Water Tower Submissions.pptx \(8,925 KB\)](#)

Motion & Voting

Option A: Motion to approve Viking Industrial Painting for painting of the 4th Avenue Water Tower for the base amount of \$605,800.

Option B: Motion to approve Viking for the additional artwork bid for the amount of \$87,000 and increase the project budget by \$47,900 to cover the artwork with funding from the Sewer and Water Fund.

Motion by Steve Habusta, second by Ray Bauer.

Final Resolution: Motion Carried

Yea: Don Gerrie, Ray Bauer, Jay Gage, Steve Habusta, Scott Marble, Andrew Rubinstein