



321 Milwaukee Street • P.O. Box 340 • Menasha, WI 54952-0340 www.menashautilities.com

MEMORANDUM

TO: Mark Radtke, Director
Public Works

FROM: Melanie Krause, General Manager
Tim Gosz, Water Utility Manager

DATE: April 20, 2016

SUBJECT: Recommendation for Award

At the Regular Meeting on April 20, the Menasha Utilities Commission passed a motion for the Board of Public Works to recommend to the Common Council authorization of award of the Washington Street Water Tank Painting base bid to V & T Painting, LLC in the amount of \$260,000. This contract is for complete removal of the existing exterior coating system, a new three-coat system tank coating, and lettering and logo to match what is existing.

Copies of supporting documents are enclosed.

McMAHON

ENGINEERS ARCHITECTS

April 14, 2016

Ms. Melanie Krause
Menasha Utilities
321 Milwaukee Street
P.O. Box 340
Menasha, WI 54952

Re: Menasha Utilities
Washington Street Elevated Water Tank Repainting
Letter Of Recommendation
McM. No. M0002-9-16-00218.02

On April 14, 2016, bids were received at the Menasha Utilities office, for the above referenced project. The Base bid is for complete removal of the existing exterior coating system. The existing primer on the water tank does contain lead. Full containment of the water tank during abrasive blasting is required. The new tank coating would be a three-coat system. Lettering and logo to match the existing is included. Seven (7) Base bids were received, ranging from \$260,000 to \$595,000 (bid tabulation enclosed). An Alternate bid was requested, which is comprised of power-tool cleaning visible rust spots on the tank exterior and spot priming. The tank exterior would be power-washed. A tie-coat would be applied to the tank exterior, followed by a polyurethane topcoat. Lettering and logo to match the existing is included. The seven (7) Alternate bids ranged from \$125,000 to \$366,850.

Adhesion of the existing coating system ranges from fair to good. The original paint system from 1967 was topcoated in 1998. It is difficult to predict the service life of another topcoating system over an existing paint systems of this age. Topcoating does nothing to change the fact that there is lead on the tank and will need to be addressed in the future.

Complete removal of the existing coating will resolve the lead issue on the tank exterior. A new three-coat paint system will provide for an estimated 20 to 25-year service life, before a topcoat should be required.

The low Base bid of \$260,000 is about 25% lower than our opinion of probable costs and 43% below the average of the seven bids. The low bid is very attractive and would likely not be matched in the future.

Another factor to consider, is if a cell phone company would like to locate their antennas on the tank, they could feel confident that the antennas could stay in place for a much longer period of time than if the tank was only topcoated.

Page 2
Melanie Krause

Based upon the bids received, we recommend awarding Contract M0002-9-16-00218.02 to the low Base bid, submitted by V & T Painting, LLC, in the amount of \$260,000.

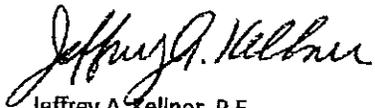
I will plan to be at your April 20th Utilities Commission meeting to discuss the bids and address any questions you may have.

If the Commission agrees with our recommendation, please date and sign the enclosed Notices of Award, and return all copies to our office for incorporation into the contract documents.

If you have any questions, please feel free to contact me.

Respectfully,

McMAHON



Jeffrey A. Kellner, P.E.
Associate / Senior Project Engineer

JAK:sdk

Enclosures: Notice of Awards (3 copies each)
Bid Tabulation

SECTION 00 51 00.00

NOTICE OF AWARD

Dated: _____

To: V & T PAINTING, LLC
29585 Gramercy Court
Farmington Hills, MI 48336

Contract No. M0002-9-16-00128.02

Project: Menasha Utilities
Washington Street Elevated Water Tank Repainting

You are notified that your Bid, dated April 12, 2016, for the above Contract has been considered. You are the apparent successful Bidder and have been awarded a Contract for Menasha Utilities Washington Street Elevated Water Tank.

The Contract Price of your contract is _____ Dollars (\$ _____).

You must comply with the following conditions precedent within **15-days** of the date of this Notice of Award, that is by _____.

1. You must deliver to the OWNER three (3) fully executed counterparts of the Agreement including all the Contract Documents.
2. You must deliver with the executed Agreement the Contract Security (bonds), as specified in the Instructions to Bidders, General Conditions (Paragraph 5.1) and Supplementary Conditions.
3. You must deliver Insurance Certification complying with the General Conditions and Supplemental Conditions of the Contract Documents.

Failure to comply with these conditions within the time specified will entitle OWNER to consider your Bid abandoned, to annul this Notice of Award and to declare your Bid Security forfeited.

[One (1) fully signed counterpart of the Agreement, with the Contract Documents attached, will be returned to you within 15-days after you comply with the above noted conditions.]

MENASHA UTILITIES:

(authorized signature)

(title)

Witness: _____

I.D.

McMAHON

ENGINEERS ARCHITECTS

BID TABULATION

Owner:	MENASHA UTILITIES
Project Name:	WASHINGTON STREET ELEVATED WATER TANK REPAINTING
Contract No.	M0002-9-16-00218.02
Bid Date:	APRIL 14, 2016
Bid Time:	1:00 P.M.
Project Manager:	JEFF KELLNER

Contract No.	V & T Painting, LLC. 29585 Gramercy Court Farmington Hills, MI 48336	Seven Brothers Painting, Inc. 50805 Rizzo Drive Shelby TWP, MI 48315	LC United Painting 3535 Barbara Drive Sterling Heights, MI 48310
BASE BID	\$260,000	\$299,500	\$387,000
ALTERNATE BID Provide all labor, material & equipment to repair rust spots and topcoat the exterior.	\$125,000	\$134,800	\$174,000
Bid Security	10%	10%	10%
Addenda (if applicable)			

Contract No.	Classic Protective Coatings, Inc. N7670 State HWY. 25 Menomonie, WI 54751	Maxcor, Inc. 900 County Creek Drive New Lenox, IL 60451	Principal Industrial Services, LLC 102 Jacksboro Street Chico, TX 76431
BASE BID	\$545,550	\$555,625	\$578,000
ALTERNATE BID Provide all labor, material & equipment to repair rust spots and topcoat the exterior.	\$366,850	\$135,750	\$334,000
Bid Security	10%	10%	10%
Addenda (if applicable)			