

#### **AGENDA MEMORANDUM**

Action Item for the City Council Meeting of September 13, 2022

DATE: September 13, 2022

**TO:** Peter Zanoni, City Manager

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# <u>Construction Contract Award</u> Alameda & Gollihar Elevated Storage Tank Rehabilitations

## **CAPTION:**

Motion awarding a construction contract to Viking Industrial Painting, Inc., Omaha, Nebraska, for Alameda & Gollihar Elevated Storage Tank Rehabilitations in an amount of \$2,072,640.00 located in City Council District 3 (Gollihar Elevated Storage Tank) and District 2 (Alameda Elevated Storage Tank), with FY 2022 funding available from the Water Fund.

#### **SUMMARY:**

This motion awards a construction contract for the rehabilitation of the Alameda & Gollihar Elevated Storage Tanks (EST). The rehabilitation will include the complete exterior and interior coating of the ESTs, cleaning, and several structural and miscellaneous repairs that are required to maintain compliance with Texas Commission on Environmental Quality (TCEQ) requirements.

#### **BACKGROUND AND FINDINGS:**

The City of Corpus Christi owns and operates the Alameda and Gollihar ESTs. Alameda EST is located at 509 Carmel Parkway. Gollihar EST is located at 2309 Gollihar Road. The ESTs were originally constructed in 1950 and both have a one-million-gallon capacity.

In 2021, the City conducted an inspection and determined the ESTs require interior and exterior restoration and rehabilitation to extend the serviceable life of the tanks in accordance with Industry Standards set forth by the TCEQ.

The scope of work listed below will provide critical restoration and rehabilitation for the ESTs:

- Abrasive blast, clean, prime and coat the exterior and interior of the EST including all appendages, ladders, vents, hatches, railings, tank piping, valves, etc.
- Install vents and hatches as indicated on the drawings and specifications
- Perform Structural Tower Bracing and Support Member Replacement/Repairs as indicated on the drawings and specifications
- Perform General Welding and Corrosion Related Repairs and Incidental Repairs/Modifications as indicated on the drawings and specifications
- Spot blast for inspection and identification of repairs as indicated on the drawings and specifications.
- Provide Seam Sealing and Epoxy Surfacing
- Provide containment, dehumidification, and dust collection during surface preparation and coating

## **PROJECT TIMELINE:**

2022 - 2023								
January - May (2022)	M	J	J	Α	S	October – December (2023)		
Design		Bid / Award				Construction		

Project schedule reflects City Council award in September 2022 with anticipated construction completion in December 2023.

#### **COMPETITIVE SOLICITATION PROCESS:**

The Contracts and Procurement Department issued a Request for Bids (RFB) on June 27, 2022. On August 3, 2022, the city received bids from six bidders. The City analyzed the bids in accordance with the contract documents and determined Viking Industrial Painting, Inc., as the lowest responsive and responsible bidder.

The lowest bidder Utility Service Co., Inc. of Perry, Georgia was deemed as non-responsive to the requirements outlined in the RFB. Utility Service Company, Inc has not met the minimum experience requirements listed in the RFB and indicated the painting and repairs scope will be subcontracted.

Per the RFB, the Contractor shall not subcontract the coatings rehabilitation tasks but may hire a subcontractor to perform welding, minor tank modification/repairs, and or containment installation. As a result, Utility Service Company, Inc.is deemed non-responsive.

A summary of the bids is provided below:

CONTRACTOR	BASE BID
Utility Service Co., Inc.	\$1,962,000.00
Viking Industrial Painting, Inc.	\$2,072,640.00
Classic Protective Coatings, Inc.	\$2,188,230.00
O&J Coatings, Inc.	\$2,204,800.00
Gulf States Protective Coating, Inc.	\$2,204,230.00
N.G. Painting	\$3,593,600.00
Engineer's Opinion of Probable Cost	\$2,270,180.00

Viking Industrial Painting has successfully completed Coral Vines Elevated Storage Tank for the City. Viking Industrial Painting has also successfully completed several projects in Texas demonstrating compliance with the experience requirements of the RFB. These requirements consisted of five tank rehabilitation and restoration projects completed within the past five years that were greater than one million gallons of capacity, and five similar projects within 100 miles of the Gulf Coast (City of Seabrook, City of Port Neches, City of Bunker Hill Village, City of Pharr, and the Clearlake City Water Authority). Viking Industrial Painting has completed eight rehabilitation projects with tanks over a one-million-gallon capacity.

#### **ALTERNATIVES**:

City Council could choose not to award the construction contract to Viking Industrial Painting, Inc. This would delay the project and will result in additional maintenance of the ESTs.

#### FISCAL IMPACT:

The fiscal impact in FY 2022 is an amount of \$2,072,640.00 with funding available from Water Fund.

### **FUNDING DETAIL:**

Fund: Water Fund (Fund 4010)

Mission Elem: Treat Water (062)

Project: Alameda & Gollihar Elevated Storage Tank Rehabilitations (Project No. 22030)

Org: Stevens Filter Plant (Org No. 31010)

Account: Construction (550910)
Activity: 22030-4010-EXP
Amount \$2,072,640.00

# **RECOMMENDATION:**

Staff recommends awarding a construction contract to Viking Industrial Painting, Inc., for the rehabilitation of Alameda & Gollihar ESTs in an amount of \$2,072,640.00. The construction duration is planned for fourteen months from issuance of the Notice to Proceed to begin construction in October 2022.

# **LIST OF SUPPORTING DOCUMENTS:**

Location and Vicinity Map Bid Tabs PowerPoint