

REPORT

**To the Honorable Mayor and City Council
From the City Manager**

July 9, 2007

SUBJECT

Award of Contract – 2007 Water Tank Exterior Recoating Project

RECOMMENDATION

Approve, by motion, the contract documents and award the contract for the 2007 Water Tank Exterior Recoating Project to the lowest responsible bidder, Redwood Painting of Pittsburgh, California, for their low bid of \$271,100.

BACKGROUND

In 1996, the City performed a rehabilitation project for various steel water storage tanks which included repainting of tank interiors and/or exteriors, installing flexible connectors, and anchoring tanks to foundations. Since then, some of the above ground storage tanks have been vandalized and have defects which could potentially diminish the tank's lifespan if not mitigated.

The proposed project will provide new exterior coating to the following above ground welded steel water storage tanks:

1. Easter Bowl – Near California Way and Summit Way
2. Wilmington – Near Wilmington Way
3. Glenloch – Near Glenloch Way and Hillcrest Way
4. Cambridge #1 – Near Cambridge Way and Harte Drive
5. Cambridge #2 – Near Cambridge Way and Harte Drive
6. Easter Cross – Near California Way and Summit Way
7. Peninsula Tank – Near Redwood Shores Parkway and Shell Parkway

The work associated with the project includes removal of the entire exterior coating and recoating the Easter Bowl storage tank, and spot repairs to exterior tank walls, roofs, and inlet/outlet piping of the other six tanks.

Seven (7) bids were received at the bid opening on June 20, 2007 which are summarized below.

Bidder	Bid Amount
Fix Painting Co.	\$434,000.00
RPI Coating, Inc.	\$372,570.00
Olympus & Associates	\$352,815.00
Blastco, Inc.	\$329,500.00
State Painting Co.	\$316,800.00
Techno Coatings	\$301,136.00
Redwood Painting	\$271,100.00
Engineer's Estimate	\$299,000.00
<u>Recommended Bidder:</u> Redwood Painting	
<u>Substantiation:</u> Redwood Painting is the lowest responsive and responsible bidder.	


The low bid of \$271,100 submitted by Redwood Painting is 10.3% lower than the Engineer's Estimate of \$299,000. Based on the bids received, staff believes that the low bid of \$271,100 is reasonable and responsive, and recommends awarding the contract to Redwood Painting.

ALTERNATIVES

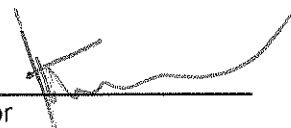
Council may choose not to award the contract which would delay much needed improvements which could result in an extensive repair of the storage tanks in the future.

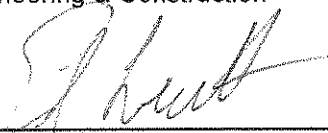
FISCAL IMPACT

Funding in the amount of \$350,000 is available from the Fiscal Year 2006-2007 budget, Capital Improvements Projects, Water Fund.


Jimmy Tan, P.E.
Associate Engineer


Chu Chang, P.E., Manager
Engineering & Construction


Peter Ingram, Director
Community Development Services


Ed Everett
City Manager

ATTACHMENTS
None

RELATED DOCUMENTS IN CITY CLERK'S OFFICE

1. Contract Documents
2. Bid Documents