

# **City of Grand Island**

Tuesday, July 11, 2017 Council Session

### Item G-6

#2017-195 - Approving Bid Award - Precipitator, Bottom Ash & Boiler Industrial Cleaning - Fall 2017 Outage at Platte Generating Station

Staff Contact: Tim Luchsinger, Stacy Nonhof

## Council Agenda Memo

From: Timothy G. Luchsinger, Utilities Director

Stacy Nonhof, Assistant City Attorney

**Meeting Date:** July 11, 2017

**Subject:** Precipitator, Bottom Ash and Boiler Industrial Cleaning

-Fall 2017

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

The electrostatic precipitator at the Platte Generating Station is the air quality control equipment used to remove coal ash particulates from the plant's boiler flue gas stream. Proper performance of this equipment is required as part of the plant's operating permit. Due to volume and characteristics of the coal ash, the precipitator must be grit blasted twice a year to remove ash build-up to allow the plant to remain below permitted emission levels. In addition to maintaining performance, removal of the ash deposits also allows an inspection of the precipitator internal surfaces and components.

The next outage is scheduled for September of this year. Specifications were developed by the plant maintenance staff for the removal of ash deposits throughout the precipitator and boiler including grit blasting of the electrostatic precipitator, bulk vacuuming of the associated ductwork and hoppers, and high pressure water wash of the bottom ash system.

### **Discussion**

The specifications for the Precipitator, Bottom Ash and Boiler Industrial Cleaning-Fall 2017 Outage were advertised and issued for bid in accordance with the City Purchasing Code. Bids were publicly opened on June 27, 2017. Specifications were sent to seven potential bidders and responses were received as listed below. The engineer's estimate for this project was \$160,000.00.

Bidder	Bid Amount
W-S Industrial Services, Inc.	
Council Bluffs, Iowa	\$112,804.00
Meylan Enterprises, Inc.	
Omaha, Nebraska	\$125,125.27
Veolia ES Industrial Services	
Liberty, Missouri	\$144,875.86

The bids were reviewed by utility engineering staff. All bids were in compliance with the specifications and had no exceptions. The bid from W-S Industrial Services, 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 approve the bid of W-S Industrial Services, Inc., of Council Bluffs, Iowa, as the low responsive bidder, with a bid in the amount of \$112,804.00.

#### **Sample Motion**

Move to approve the bid in the amount of \$112,804.00 from W-S Industrial Services, Inc., for the Precipitator, Bottom Ash and Boiler Industrial Cleaning – Fall 2017 Outage.

# Purchasing Division of Legal Department INTEROFFICE MEMORANDUM



Stacy Nonhof, Purchasing Agent

Working Together for a Better Tomorrow, Today

**BID OPENING** 

BID OPENING DATE: June 27, 2017 at 2:00 p.m.

FOR: Precipitator, Bottom Ash & Boiler Industrial

Cleaning - Fall 2017 Outage

**DEPARTMENT:** Utilities

**ESTIMATE:** \$160,000.00

FUND/ACCOUNT: 520

**PUBLICATION DATE:** June 12, 2017

NO. POTENTIAL BIDDERS: 7

**SUMMARY** 

Bidder: <u>Veolia ES Industrial Services, Inc.</u>

Liberty, MO

**Bid Security:** Evergreen National Indemnity Co.

**Exceptions:** None

**Bid Price:** 

	Precipitator Grit Blasting	Vacuum Services	Hydro-blasting Services
Material:	\$27,500.00	\$32,290.00	\$28,848.00
Labor:	\$ 7,816.00	\$25,552.00	\$13,392.00
Sales Tax:	\$ 2,472.12	\$ 4,048.94	\$ 2,956.80
Base Bid:	\$37,788.12	\$61,890.94	\$45,196.80

**Total Bid** \$144,875.86

Bidder: W-S Industrial Services, Inc.

Council Bluffs, IA

**Bid Security:** Merchants Bonding Co.

**Exceptions:** None

**Bid Price:** 

	Precipitator Grit Blasting	Vacuum Services	Hydro-blasting Services
Material:	\$18,267.64	\$12,844.58	\$18,781.00
Labor:	\$13,265.00	\$27,022.68	\$15,243.40
Sales Tax:	<b>\$ 2,207.28</b>	<b>\$ 2,7901.71</b>	<u>\$ 2,381.71</u>
Base Bid:	\$33,739.92	\$42,657.97	<b>\$36,406.11</b>

**Total Bid** \$112,804.00

Bidder: <u>Meylan Enterprises, Inc.</u>

Omaha, NE

**Bid Security:** Universal Surety Co.

**Exceptions:** None

**Bid Price:** 

	Precipitator Grit Blasting	Vacuum Services	Hydro-blasting Services
Material:	\$ 4,876.00	\$26,760.00	\$13,682.50
Labor:	\$28,613.00	\$30,984.00	\$12,024.00
Sales Tax:	<b>\$ 2,344.23</b>	<u>\$ 4,042.08</u>	<u>\$ 1,799.46</u>
Base Bid:	\$35,833.23	\$61,786.08	\$27,505.96

**Total Bid** \$125,125.27

cc: Tim Luchsinger, Utilities Director

Renae Griffiths, Finance Director Pat Gericke, Utilities Admin. Assist. Darrell Dorsey, PGS Plant Superintendent Stacy Nonhof, Purchasing Agent

Karen Nagel, Utilities Secretary

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#### RESOLUTION 2017-195

WHEREAS, the City of Grand Island invited sealed bids for Precipitator, Bottom Ash and Boiler Industrial Cleaning – Fall 2017 Outage, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on June 27, 2017, bids were received, opened and reviewed; and

WHEREAS, W-S Industrial Services of Council Bluffs, Iowa, 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 \$112,804.00; and

WHEREAS, the bid of W-S Industrial Services, Inc., is less than the estimate for Precipitator, Bottom Ash and Boiler Industrial Cleaning – Fall 2017 Outage.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of W-S Industrial Services, Inc., in the amount of \$112,804.00, for Precipitator, Bottom Ash and Boiler Industrial Cleaning – Fall 2017 Outage, is hereby approved as the lowest responsible bid.

Adopted by the City Council of the City of Grand Island, Nebraska, July 11, 2017.

Jeremy L. Jensen, Mayor

Attest:

Approved as to Form 
July 7, 2017 

City Attorney

RaNae Edwards, City Clerk