



City of Grand Island

Tuesday, August 27, 2019

Council Session

Item G-6

#2019-250 - Approving Bid Award - Low NOx Burner Parts

Staff Contact: Tim Luchsinger, Stacy Nonhof

Council Agenda Memo

From: Timothy G. Luchsinger, Utilities Director
Stacy Nonhof, Interim City Attorney

Meeting Date: August 27, 2019

Subject: Low NOx Burner Parts

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

Background

The Low NOx Burners are used in the boiler at Platte Generating Station to inject air and pulverized coal into the boiler in a manner that controls the combustion process and minimizes NOx emissions. The burner components require periodic replacement due to the extreme service conditions. A portion of the burner components were replaced in 2017. Additional components will require replacement in 2020.

Due to the cost of the required parts exceeding \$40,000, the plant staff prepared a specification for bidding the next batch of Low NOx Burner parts that will be required.

Discussion

The specification for the Low NOx Burner Parts was advertised and issued for bid in accordance with the City Purchasing Code. Bids were publicly opened on August 13, 2019. The engineer's estimate for this work was \$120,000.00.

Bidder	Bid Price
Riley Power, Inc. Duncan, South Carolina	\$103,440.53

The bid was reviewed by plant engineering staff. The bid from Riley Power, Inc., is compliant with specifications and less than the engineer's estimate. Riley Power, Inc., is the original equipment manufacturer for the Low NOx Burners. No other bids were received; staff recommends the award to Riley Power, Inc., of Duncan, South Carolina.

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 Council award the bid for the Low NOx Burner Parts to Riley Power, Inc., of Duncan, South Carolina, in the amount of \$103,440.53.

Sample Motion

Move to approve the bid in the amount of \$103,440.53 from Riley Power, Inc., for the Low NOx Burner Parts.



Stacy Nonhof, Purchasing Agent

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BID OPENING

BID OPENING DATE: August 13, 2019 at 2:15 p.m.
FOR: Low NOx Burner Parts
DEPARTMENT: Utilities
ESTIMATE: \$120,000.00
FUND/ACCOUNT: 520
PUBLICATION DATE: August 1, 2019
NO. POTENTIAL BIDDERS: 1

SUMMARY

Bidder: Riley Power, Inc.
Duncan, SC
Exceptions: None
Bid Price:
Material: \$96,729.00
Sales Tax: \$ 6,711.53
Total Bid: \$103,440.53

cc: Tim Luchsinger, Utilities Director
Jerry Janulewicz, Interim City Administrator
Stacy Nonhof, Purchasing Agent

Pat Gericke, Utilities Admin. Assist.
Patrick Brown, Finance Director
Darrell Dorsey, PGS Superintendent

P2145

RESOLUTION 2019-250

WHEREAS, the City of Grand Island invited sealed bids for Low NOx Burner Parts, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on August 13, 2019, bids were received, opened and reviewed; and

WHEREAS, Riley Power, Inc., of Duncan, South Carolina, 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 \$103,440.53; and

WHEREAS, the bid of Riley Power, Inc., is less than the estimate for Low NOx Burner Parts.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Riley Power, Inc., in the amount of \$103,440.53, for Low NOx Burner Parts, is hereby approved as the lowest responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, August 27, 2019.

Roger G. Steele, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	▣ _____
August 23, 2019	▣ City Attorney