



City of Grand Island

Tuesday, March 28, 2023

Council Session

Item G-6

**#2023-74 - Approving Bid Award - Boiler Inspection and Repair
Spring 2023**

Staff Contact: Tim Luchsinger, Stacy Nonhof

Council Agenda Memo

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

Meeting Date: March 28, 2023

Subject: Boiler Inspection and Repair – Spring 2023 Outage

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

Background

During the spring outage at Platte Generating Station, the boiler must be inspected and repaired for damages that occur during operation. The Spring 2023 Outage is currently scheduled for April 20, 2023 through May 6, 2023, during which time inspection and maintenance on the boiler will be performed. This package of work on the boiler includes hydro testing of the boiler with inspection for tube leaks and tube repairs, boiler tube alignment attachment repairs, and the installation of tube shields. Plant engineering staff developed the specifications issued for bids covering this scope of work.

Discussion

The specification for the Boiler Inspection and Repair-Spring 2023 Outage was advertised and issued for bid in accordance with the City Purchasing Code. Bids were publicly opened on March 16, 2023. Specifications were sent to six potential bidders and responses were received as listed below. The engineer's estimate for this project was \$200,000.00.

Bidder	Base Bid
Locke AMI, LLC Olathe, Kansas	\$ 85,385.00
High Plains Boiler and Mechanical Omaha, Nebraska	\$ 88,679.11
Blue Peaks Industrial LLC Springfield, Missouri	\$ 141,092.00

The bids were reviewed by Utility Engineering staff and exceptions were noted. The exceptions from Locke AMI, LLC were reviewed and found to be acceptable. The bid from Locke AMI, LLC was otherwise found compliant with the 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 Council award the Contract for Boiler Inspection and Repair-Spring 2023 Outage to Locke AMI of Olathe, Kansas, as the low responsive bidder, with the bid in the amount of \$ 85,385.00.

Sample Motion

Move to approve the resolution with Locke AMI of Olathe, Kansas for the Boiler Inspection and Repair-Spring 2023 Outage at Platte Generating Station in the amount of \$85,385.00.



Stacy Nonhof, Purchasing Agent

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BID OPENING

BID OPENING DATE: March 16, 2023 at 2:15 p.m.
FOR: Boiler Inspection and Repair – Spring 2023 Outage
DEPARTMENT: Utilities
ESTIMATE: \$200,000.00
FUND/ACCOUNT: 520
PUBLICATION DATE: February 27, 2023
NO. POTENTIAL BIDDERS: 6

SUMMARY

Bidder:	<u>Locke AMI</u> Olathe, KS	<u>High Plains Boiler & Mechanical</u> Omaha, NE
Bid Security:	Continental Casualty Company	Liberty Mutual Insurance Company
Exceptions:	Noted	None

Bid Price:		
Materials:	\$ 3,270.00	\$ 2,142.86
Labor:	\$82,115.00	\$86,375.54
Sales Tax:	<u>N/A</u>	<u>\$ 160.71</u>
Total Bid:	\$85,385.00	\$88,679.11

Bidder:	<u>Blue Peaks Industrial LLC</u> Springfield, MO
Bid Security:	Old Republic Surety Company
Exceptions:	Noted

Bid Price:	
Materials:	\$ 3,312.00
Labor:	\$137,496.00
Sales Tax:	<u>\$ 284.00</u>
Total Bid:	\$141,092.00

cc: Tim Luchsinger, Utilities Director
Laura McAloon, Interim City Administrator
Stacy Nonhof, Purchasing Agent
Karen Nagel, PGS Secretary

Angela Schulte, Utilities Secretary
Patrick Brown, Finance Director
Tylor Robinson, Plant Superintendent
Christy Leshner, Utilities Dept.

P2430

RESOLUTION 2023-74

WHEREAS, the City of Grand Island invited sealed bids for Boiler Inspection and Repair – Spring 2023, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on March 16, 2023, bids were received, opened, and reviewed; and

WHEREAS, Locke AMI, LLC, of Olathe, Kansas, 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 \$85,385.00; and

WHEREAS, the bid of Locke AMI, LLC is less than the estimate for Boiler Inspection and Repair - Spring, 2023.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Locke AMI, LLC, in the amount of \$85,385.00 for Boiler Inspection and Repair – Spring, 2023, is hereby approved as the lowest responsible bid.

BE IT FURTHER RESOLVED, that the Mayor is hereby authorized to execute the contract with Locke AMI, LLC for Boiler Inspection and Repair – Spring, 2023, and to take all other actions necessary to effect the purpose of this resolution.

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Adopted by the City Council of the City of Grand Island, Nebraska, March 28, 2023.

Roger G. Steele, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
March 24, 2023	☐ City Attorney