

City of Grand Island

Tuesday, August 14, 2007 Council Session

Item G6

#2007-192 - Approving Request for Proposal for Turbine Generator Overhaul - Technical Representation & Steam Path Audit - Platte Generating Station

Staff Contact: Gary R. Mader; Wesley Nespor

City of Grand Island City Council

Council Agenda Memo

From: Gary R. Mader, Utilities Director

Wesley Nespor, Asst. City Attorney/Purchasing

Meeting: August 14, 2007

Subject: Turbine Generator Overhaul: Technical Representation

and Steam Path Audit

Item #'s: G-6

Presente r(s): Gary R. Mader, Utilities Director

Background

Platte Generating Station has been in service since 1982, and a major inspection of the turbine generator is performed every five years. The next overhaul is scheduled for the fall of this year and will be performed by a contractor specializing in this type of work. The plant staff will monitor the work of the overhaul contractor, but typically procures the services of a separate contractor to provide technical consultation and oversight of the overhaul. In addition, this year the consultant will also analyze the condition of the turbine and provide recommendations for equipment life extension and efficiency improvements through the process of a steam path audit. This audit involves detailed dimensional and component surface analysis referenced to the original equipment specifications. Plant staff developed specifications for solicitation of these consulting services and issued them in accordance with City procurement procedures. This contract provides a qualified individual to serve as the owner's technical representative for the duration of the turbine generator inspection and repair and provide reporting for the steam path auditing.

Discussion

The specifications for the Turbine Generator Overhaul: Technical Representation and Steam Path Audit were issued for bid and responses were received from the following bidders. The engineer's estimate for this project was \$105,000.00.

<u>Bidder</u>	Bid Price
GE Energy, Omaha, NE	\$ 159,420.00
Power Generation Service, Anoka, MN	\$ 104,850.00

Department Staff reviewed the bids for compliance with the City's detailed specifications. The bid of Power Generation Service is compliant with those specifications.

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 to Power Generation Service from Anoka, Minnesota, as the low responsive bidder, with the bid price of \$104,850.00.

Sample Motion

Motion to approve the bid of \$104,850.00 from Power Generation Service for the Turbine Generator Overhaul: Technical Representation and Steam Path Audit as submitted.

Purchasing Division of Legal Department INTEROFFICE MEMORANDUM



Dale M. Shotkoski, Assistant City Attorney

Working Together for a Better Tomorrow, Today

REQUEST FOR PROPOSAL FOR TURBINE GENERATOR OVERHAUL – TECHNICAL REPRESENTATION AND STEAM PATH AUDIT

RFP DUE DATE: July 12, 2007 at 4:00 p.m.

DEPARTMENT: Utilities

PUBLICATION DATE: June 28, 2007

NO. POTENTIAL BIDDERS: 3

SUMMARY OF PROPOSALS RECEIVED

GE Energy Power Generation Service

Omaha, NE Anoka, MN

Mechanical Dynamics and Analysis, LTD

Latham, NY

(Proposal was rejected because there was no original and the proposal was not in a sealed envelope as required.)

cc: Gary Mader, Utilities Director
Pat Gericke, Utilities Admin. Assist.
Rodger Zawodniak, Utilities PGS
Wes Nespor, Assist. City Attorney

David Springer, Finance Director Karen Nagel, Utilities Secretary Dale Shotkoski, City Attorney Sherry Peters, Legal Secretary

RESOLUTION 2007-192

WHEREAS, the City of Grand Island invited proposals for Turbine Generator Overhaul, Technical representation and Steam Path Audit, according to Request for Proposals on file with the Utilities Department; and

WHEREAS, on July 12, 2007, proposals were received, reviewed and evaluated in accordance with established criteria; and

WHEREAS, Power Generation Service of Anoka, Minnesota, submitted a proposal in accordance with the terms of the Request for Proposals and all statutory requirements contained therein and the City Procurement Code, such proposal not to exceed the amount of \$104,850.00; and

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the proposal of Power Generation Service of Anoka, Minnesota, in an amount not to exceed \$104,850.00 for Turbine Generator Overhaul, Technical Representation and Steam Path Audit is hereby approved.

BE IT FURTHER RESOLVED, that the Mayor is hereby authorized and directed to execute such contract on behalf of the City of Grand Island.

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	Margaret Hornady, Mayor	
Attest:		
Paul Briseno, Deputy City Clerk		