



City of Grand Island

Tuesday, August 28, 2007

Council Session

Item G6

**#2007-201 - Approving Bid Award - Outage Cleaning Services -
Platte Generating Station**

Staff Contact: Gary R. Mader; Wesley Nespor

Council Agenda Memo

From: Gary R. Mader, Utilities Director
Wesley Nespor, Asst. City Attorney/Purchasing

Meeting: August 28, 2007

Subject: Bid Award – Outage Cleaning Services – Platte
Generating Station

Item #'s: G-6

Presenter(s): Gary R. Mader, Utilities Director

Background

A major inspection and overhaul at the Platte Generating Station is performed every five years. The next outage is scheduled for the fall of this year. Prior to the inspection of some the major components, it is necessary to remove ash deposits, scale, slag, and other combustion byproducts. Specifications were developed by the plant maintenance staff to include grit blasting of electrostatic precipitator, high pressure water blasting of the air heater and ash tanks, and large-scale bulk vacuuming in designated areas.

Discussion

The specifications for the Outage Cleaning Services were issued for bid and responses were received from the following bidders. The engineer's estimate for this project was \$75,000.00.

<u>Bidder</u>	<u>Bid Price</u>
W-S Industrial Services, Inc.	\$ 80,787.00
Plant Maintenance Services	\$ 87,386.25
PSC Industrial Outsourcing	\$112,900.00

Department Staff reviewed the bids for compliance with the City's detailed specifications. The low bid exceeds the engineer's estimate due to fuel cost increases and the cost associated with the contractor providing their own source of external ventilation for the precipitator work. The plant staff determined that these specified items were not accounted for in the estimate, and that rebidding would not change the bid prices received. The bid of W-S Industrial Services is compliant with the 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 the Council award the bid to W-S Industrial Services from Council Bluffs, Iowa, as the low responsive bidder, with the bid price of \$80,787.00.

Sample Motion

Motion to approve the bid of \$80,787.00 from W-S Industrial Services, Inc. for the Outage Cleaning Services as submitted.

Purchasing Division of Legal Department
INTEROFFICE MEMORANDUM



Dale M. Shotkoski, Assistant City Attorney

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Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: August 7, 2007 at 11:00 a.m.

FOR: Outage Cleaning Services

DEPARTMENT: Utilities

ESTIMATE: \$75,000.00

FUND/ACCOUNT: 520

PUBLICATION DATE: July 23, 2007

NO. POTENTIAL BIDDERS: 4

SUMMARY

Bidder:	<u>W-S Industrial Services, Inc.</u> Council Bluffs, IA	<u>Plant Maintenance Services</u> Goddard, KS
Bid Security:	Merchants Bond Company	\$4,369.31
Exceptions:	None	Noted
Bid Price:	\$80,787.00	\$87,386.25

Bidder:	<u>PSC Industrial Outsourcing</u> Pueblo West, CO
Exceptions:	Exceptions
Bid Price:	\$112,900.00

cc: Gary Mader, Utilities Director
Rodger Zawodniak, Utilities Dept.
Dale Shotkoski, City Attorney
Sherry Peters, Legal Secretary

Bob Smith, Assist. Utilities Director
Pat Gericke, Utilities Admin. Assist.
Wes Nespor, Assist. City Attorney

RESOLUTION 2007-201

WHEREAS, the City of Grand Island invited sealed bids for outage cleaning services, according to plans and specifications on file with the Utilities Department – Platte Generating Station; and

WHEREAS, on August 7, 2007, 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 \$80,787.00; and

WHEREAS, W-S Industrial Services' bid exceeds the estimate for such project, but factors such as fuel costs and external ventilation were not accounted for in the estimate and re-bidding would not result in a lower bid.

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 of Council Bluffs, Iowa, in the amount of \$80,787.00 for chimney repair 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 28, 2007.

Margaret Hornady, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
August 24, 2007	☐ City Attorney