

# **City of Grand Island**

Tuesday, September 11, 2007 Council Session

## Item G11

**#2007-220 - Approving Bid Award - High Energy Piping Inspection - 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:** September 11, 2007

**Subject:** High Energy Piping Inspection – Platte Generating

Station

**Item #'s:** G-11

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

### **Background**

Platte Generating Station is scheduled to be shut down for repairs during the month of October 2007. The main steam, hot reheat, and cold reheat piping supply steam to the turbine from the boiler at pressures over 1800 pounds per square inch and 1000 degrees. Defects in the piping materials can develop after long exposures to these high pressures and temperatures. Failure of these piping systems can result in extreme damage to plant facilities and injury or death to personnel. Standard industry practice is to perform non-destructive examinations of these piping systems periodically. The insulation on these various piping areas needs to be removed, the piping inspected, and the insulation replaced, while the power plant is out of service. These types of inspections have been performed on critical plant equipment at Platte, but have not been done yet on the piping. Specifications for High Energy Piping Inspection were developed by plant staff and issued for bid in accordance with City purchasing procedures.

### **Discussion**

The specifications for the High Energy Piping Inspection were advertised and issued for bid in accordance with the City Purchasing Code. One response was received from the following bidder. The engineer's estimate for this project was \$150,000.00.

<u>Bidder</u>
MHT Access Services, Inc.

Bid Price
\$120,908.00

The Bid was reviewed by Utility Engineering staff. It 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 award the contract for High Energy Piping Inspection to MHT Access Services, Inc. from Houston, TX, as the low responsive bidder, with the bid price of \$120,908.00.

#### **Sample Motion**

Motion to approve award of the bid of \$120,908.00 from MHT Access Services, Inc. for the High Energy Piping Inspection as submitted.

# Purchasing Division of Legal Department INTEROFFICE MEMORANDUM



Dale M. Shotkoski, Assistant City Attorney

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#### **BID OPENING**

BID OPENING DATE: August 30, 2007 at 11:00 a.m.

FOR: High Energy Piping Inspection

**DEPARTMENT:** Utilities

**ESTIMATE:** \$150,000.00

FUND/ACCOUNT: 520

PUBLICATION DATE: August 18, 2007

NO. POTENTIAL BIDDERS: 3

#### **SUMMARY**

Bidder: MHT Access Services, Inc.

Houston, TX

Bid Security: \$6,045.40 Exceptions: None

Bid Price: \$120,908.00

cc: Gary Mader, Utilities Director Bob Smith, Assist. Utilities Director

Pat Gericke, Utilities Admin. Assist.

Rodger Zawadniak, Utilities Dept.

Wes Nespor, Assist. City Attorney

Sherry Peters, Legal Secretary

P1185

#### RESOLUTION 2007-220

WHEREAS, the City of Grand Island invited sealed bids for High Energy Piping Inspection, according to plans and specifications on file with the Utilities Department, Platte Generating Station; and

WHEREAS, on August 30, 2007, one bid was received, opened and reviewed; and

WHEREAS, MHT Access Services, Inc., of Houston, Texas, 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 \$120,908.00; and

WHEREAS, the bid of MHT Access Services, Inc. is less than the estimate for the High Energy Piping Inspection.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of MHT Access Services, Inc., of Houston, Texas, in the amount of \$120,908.00 for High Energy Piping Inspection is hereby approved as the lowest responsible bid and the Mayor is authorized to execute an agreement on behalf of the city for such services.

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Δ	dopted by the	City Co	ouncil of t	he City o	f Grand	Island	Nebraska	September 1	1	2007

	Margaret Hornady, Mayor			
Attest:				
RaNae Edwards, City Clerk				