



City of Grand Island

Tuesday, March 24, 2009

Council Session

Item G5

**#2009-61- Approving Bid Award for Front End Loader
Reconditioning - Platte Generating Station**

Staff Contact: Gary R. Mader

Council Agenda Memo

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

Meeting: March 24, 2009

Subject: Front End Loader Reconditioning (824C Dozer)

Item #'s: G-5

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

Background

The Platte Generating Station utilizes large Front End Loaders with a 16' push blades for the handling of coal during train unloading and plant supply operations. As part of normal maintenance, these loaders must be reconditioned periodically to provide a reliable, long term service life. The manufacturer's suggested recondition interval is every 15,000 service hours. The reconditioning includes major overhauls of the engine, transmission, final drive, and rear differential. One of the loaders has logged 15,585 service hours without having a recondition performed. This loader was purchased ten years ago for \$346,140. The estimate for a new unit is \$500,000. Specifications were developed by plant staff for reconditioning of this unit, which includes parts, labor, and transportation to and from the shop facilities.

Discussion

The specifications for the Front End Loader Reconditioning were advertised and issued for bid in accordance with the City Purchasing Code. Bids were publicly opened on March 3, 2009. Specifications were sent to three potential bidders. One response was received as listed below. The engineer's estimate for this project was \$90,000.00.

<u>Bidder</u>	<u>Bid Price</u>
Nebraska Machinery Co. (NMC), Doniphan, NE	\$76,922.98

The bid was reviewed by plant 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 Front End Loader Reconditioning to Nebraska Machinery Co. (NMC) of Doniphan, NE, as the low responsive bidder, with the bid price of \$76,922.98.

Sample Motion

Move to approve award of the bid of \$76,922.98 from Nebraska Machinery Co. (NMC) for the Front End Loader Reconditioning as submitted.



Wes Nespor, Purchasing Agent

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Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: March 3, 2009 at 11:15 a.m.
FOR: Front End Loader Reconditioning
DEPARTMENT: Utilities
ESTIMATE: \$90,000.00
FUND/ACCOUNT: 520
PUBLICATION DATE: February 13, 2009
NO. POTENTIAL BIDDERS: 3

SUMMARY

Bidder: NMC
Doniphan, NE
Bid Security: Travelers Casualty & Surety Co.
Exceptions: Noted – Environmental Fee \$250.00

Bid Price:
Material: \$34,381.90
Labor: 40,040.00
Sales Tax: 2,251.08
Total Bid: \$76,672.98
Environ. Fee: 250.00
Total: \$76,922.98

cc: Gary Mader, Utilities Director
Dale Shotkoski, City Attorney
Jeff Pederson, City Administrator
Rodger Zawodniak, PGS

Bob Smith, Assist. Utilities Director
Wes Nespor, Purchasing Agent
Pat Gericke, Utilities Admin. Assist.
Karen Nagel, Utilities Secretary

RESOLUTION 2009-61

WHEREAS, the City Electric Department invited sealed bids for Front End Loader Reconditioning; and

WHEREAS, on March 3, 2009, bids were received, opened and reviewed; and

WHEREAS, Nebraska Machinery Company of Doniphan, Nebraska 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 \$76,922.98; and

WHEREAS, the bid of Nebraska Machinery Company of Doniphan, Nebraska is less than the estimate for Front End Loader Reconditioning.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Nebraska Machinery Company of Doniphan, Nebraska, in the amount of \$76,922.98 for Front End Loader Reconditioning is hereby approved as the lowest responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, March 24, 2009.

Margaret Hornady, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form ☐ _____
March 20, 2009 ☐ City Attorney