

City of Grand Island

Tuesday, February 09, 2010 Council Session

Item G9

#2010-44 - Approving Bid Award for Coal Conveyor Belting at Platte Generating Station

Staff Contact: Gary R. Mader

City of Grand Island City Council

Council Agenda Memo

From: Gary R. Mader, Utilities Director

Dale Shotkoski, City Attorney

Meeting: February 9, 2010

Subject: Coal Conveyor Belting

Item #'s: G-9

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

Background

Platte Generating Station utilizes a conveyor system to transport coal from the point where train cars unload to the coal storage pile and to the top of the coal storage bunkers. The conveyor system consists of five separate conveyors, each with a unique reinforced rubber conveyor belt. As the conveyor belts endure wear and tear through regular usage, periodic replacement of conveyor belting is required. An engineering assessment was recently performed to estimate end of life expectancies for each of the five conveyor belts. It was determined that three of the five conveyor belts had an end of life expectancy from six months to eighteen months. Specifications were developed by the plant staff to include the purchase of three new coal conveyor belts. The specification was written to require firm, lump sum pricing. Installation will be done under future separate contracts as plant operations allow.

Discussion

The specifications for the Coal Conveyor Belting were advertised and issued for bid in accordance with the City purchasing code. Specifications were sent to seven potential bidders and responses were received as listed below. The engineer's estimate for this project was \$80,000.00.

Bidder	Bid Price
Lewis-Goetz & Company, Inc.	\$48,580.68
Systems Enterprise Corporation	\$49,080.90
Mid-America Vulcanizing	\$49,375.15
Applied Industrial Technologies	\$53,229.82
IBT, Inc.	\$56,937.38

Bidder	Bid Price
All-State Industries, Inc.	\$59,320.80
Apache Hose & Belting	\$65,798.14

Plant staff reviewed the bids for compliance with the City's detailed specifications. The lowest bid, from Lewis-Goetz & Company, 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 presented in this motion

Recommendation

City Administration recommends that the Council award the Contract with Lewis-Goetz & Company of Kansas City, Missouri, as the low responsive bidder, with the bid price of \$48,580.68.

Sample Motion

Move to approve the bid of \$48,580.68 from Lewis-Goetz & Company for the Coal Conveyor Belting.

Purchasing Division of Legal Department INTEROFFICE MEMORANDUM



Wes Nespor, Purchasing Agent

Working Together for a Better Tomorrow, Today

BID OPENING

BID OPENING DATE: January 26, 2010 at 11:00 a.m.

FOR: Coal Conveyor Belts for #2, #3 and #4

DEPARTMENT: Utilities

ESTIMATE: \$80,000.00

FUND/ACCOUNT: 520

PUBLICATION DATE: January 15, 2010

NO. POTENTIAL BIDDERS: 8

SUMMARY

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 Omaha, NE
 Mazon, IL

 \$2,628.00
 \$4,022.70

 Noted
 None

Bid Price:

Bid Security:

Exceptions:

Materials:\$49,747.50\$10,560.00Sales Tax:\$3,482.32\$741.00Total Bid:\$53,229.82\$11,301.00

Bidder: All-State Industries, Inc. Lewis-Goetz & Company, Inc.

West Des Moines, IA Kansas City, MO

Bid Security: Merchants Bonding Company \$2,270.13
Exceptions: None None

Bid Price:

Materials:\$55,440.00\$45,402.50Sales Tax:\$3,880.80-0-Total Bid:\$59,320.80\$45,402.50

Bidder: Apache Hose & Belting Mid-America Vulcanizing

Cedar Rapids, IA Hillsboro, MO

Bid Security: \$3,294.91 \$2,307.25 Exceptions: Noted None

Bid Price:

Materials:\$61,493.60\$46.145.00Sales Tax:\$4,304.54\$3,230.15Total Bid:\$65,798.14\$49,375.15

Bidder: <u>IBT, Inc.</u>

Grand Island, NE

Bid Security: \$3,000.00 Exceptions: None

Bid Price:

Materials: \$53,212.50 Sales Tax: \$3,724.88 Total Bid: \$56,937.38

cc: Gary Mader, Utilities Director
Dale Shotkoski, City Attorney
Bob Smith, Assist. Utilities Director
Wes Nespor, Purchasing Agent

Jeff Pederson, City Administrator Pat Gericke, Utilities Admin. Assist. Rodger Zawodniak, Utilities Dept. Karen Nagel, Utilities Secretary

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RESOLUTION 2010-44

WHEREAS, the City Electric Department invited sealed bids for Coal Conveyor Belting at the Platte Generating Station; and

WHEREAS, on January 26, 2010, bids were received, opened and reviewed; and

WHEREAS, Lewis-Goetz & Company of Kansas City, Missouri, 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 \$48,580.68; and

WHEREAS, the bid of Lewis-Goetz & Company of Kansas City, Missouri, is less than the estimate for replacement of Coal Conveyor Belting at the Platte Generating Station.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Lewis-Goetz & Company of Kansas City, Missouri, in the amount of \$48,580.68 for replacement of Coal Conveyor Belting at Platte Generating Station is hereby approved as the lowest responsible bid.

Adopted by the City Council of the City of Grand Island, Nebraska, February 9, 2010.

Margaret Hornady, Mayor

Attest:

RaNae Edwards, City Clerk