



# City of Grand Island

Tuesday, July 10, 2012

Council Session

## Item G4

**#2012-174 - Approving Bid Award - Chimney Repairs at Platte Generation Station**

Staff Contact: Tim Luchsinger, Jason Eley

# **Council Agenda Memo**

**From:** Timothy G. Luchsinger, Utilities Director  
Jason Eley, Assistant City Attorney

**Meeting Date:** July 10, 2012

**Subject:** Chimney Repairs 2012

**Item #'s:** G-4

**Presenter(s):** Timothy G. Luchsinger, Utilities Director

## **Background**

Every three years the chimney at the Platte Generating Station is inspected. The last inspection conducted in April of 2010, revealed that 90% of the construction joints in the concrete column were leaking atmospheric water into the interior shell, and the access doors were in poor condition. Continued leaking will corrode the reinforcing steel in the concrete column and cause premature failure. Plant engineering staff drafted specifications to have the joints repaired and three of the access doors replaced.

## **Discussion**

The specifications for the Chimney Repairs were advertised and issued for bid in accordance with the City Purchasing Code. Bids were publicly opened on June 26, 2012. Specifications were sent to five potential bidders and responses were received as listed below. The engineer's estimate for this project was \$120,000.00.

Bidder	Bid Price
NAES Power Contractors, Cranberry Township, PA	\$ 59,994.00
Structural Preservation Systems, LLC, Wallingford, CT	\$ 72,350.00
Gerard Chimney Company, St. Louis, MO	\$ 72,500.00
R&P Industrial Chimney Co., Inc., Nicholasville, KY	\$ 82,728.00

The bids were reviewed by utility engineering staff for compliance with the City's detailed specifications. The bid from NAES Power Contractors had noted exceptions clarifying plant utility service, sealant colors and visibility of sealing materials. The exceptions are acceptable to engineering staff; the bid 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 Chimney Repairs - 2012, to NAES Power Contractors of Cranberry Township, PA, in the amount of \$59,994.00.

## **Sample Motion**

Move to approve the bid from NAES Power Contractors in the amount of \$59,994.00 for Chimney Repairs - 2012.



Jason Eley, Purchasing Agent

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**BID OPENING**

**BID OPENING DATE:** June 26, 2012 at 2:00 p.m.  
**FOR:** Chimney Repair 2012 (Re-Bid)  
**DEPARTMENT:** Utilities  
**ESTIMATE:** \$120,000.00  
**FUND/ACCOUNT:** 520  
**PUBLICATION DATE:** June 9, 2012  
**NO. POTENTIAL BIDDERS:** 5

**SUMMARY**

<b>Bidder:</b>	<b><u>Structural Preservation Systems LLC</u></b> Wallingford, CT	<b><u>R &amp; P Industrial Chimney Co.</u></b> Nicholasville, KY
<b>Bid Security:</b>	Fidelity & Deposit Co.	Merchants Bonding Co.
<b>Exceptions:</b>	None	Noted

<b>Bid Price:</b>		
<b>Material:</b>	\$20,000.00	\$16,066.00
<b>Labor:</b>	\$50,950.00	\$55,603.00
<b>Equipment:</b>	-----	\$10,013.00
<b>Sales Tax:</b>	<u>\$ 1,400.00</u>	<u>\$ 1,046.00</u>
<b>Total Bid:</b>	\$72,350.00	\$82,728.00

<b>Bidder:</b>	<b><u>Gerard Chimney Company</u></b> St. Louis, MO	<b><u>NAES Power Contractors</u></b> Cranberry Township, PA
<b>Bid Security:</b>	Fidelity & Deposit Co.	Western Surety Co.
<b>Exceptions:</b>	None	Noted

<b>Bid Price:</b>		
<b>Material:</b>	\$25,750.00	\$19,654.00
<b>Labor:</b>	\$46,000.00	\$39,596.00
<b>Sales Tax:</b>	<u>\$ 750.00</u>	<u>\$ 744.00</u>
<b>Total Bid:</b>	\$72,500.00	\$59,994.00

cc: Tim Luchsinger, Utilities Director  
Jason Eley, Purchasing Agent  
Mary Lou Brown, City Administrator  
Karen Nagel, Utilities Secretary

Robert Smith, Assist. Utilities Director  
Pat Gericke, Utilities Admin. Assist.  
Lynn Mayhew, Assist. Utilities Director

**P1564**

RESOLUTION 2012-174

WHEREAS, the City of Grand Island invited sealed bids for Chimney Repair at Platte Generating Station, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on June 26, 2012, bids were received, opened and reviewed; and

WHEREAS, NAES Power Contractors of Cranberry Township, PA, 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 \$ 59,994.00; and

WHEREAS, the bid of NAES Power Contractors is less than the estimate for the Chimney Repair at Platte Generating Station.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of NAES Power Contractors, in the amount of \$59,994.00, for Chimney at Platte Generating Station is hereby approved as the lowest responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, July 10, 2012.

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Jay Vavricek, Mayor

Attest:

\_\_\_\_\_  
RaNae Edwards, City Clerk

Approved as to Form	▣ _____
July 6, 2012	▣ City Attorney