# COUNCIL ACTION FORM

# SUBJECT: SPECIALIZED HEAVY DUTY CLEANING SERVICES CONTRACT FOR POWER PLANT BOILERS

#### BACKGROUND:

On April 14, 2015, City Council approved preliminary plans and specifications for the Specialized Heavy Duty Cleaning Services Contract for Power Plant Boilers. These units require regular professional maintenance and repair. This consists of emergency service, as well as regularly scheduled planned repairs. The repair of the boilers on these generation units requires professional trade crafts such as boilermakers, steam/pipe fitters, and millwrights, to list a few.

The boiler units operate under environmental conditions with high heat and high pressure. Due to the operational conditions and fuel burned, the internal surfaces of the boilers are often covered with hardened ash, molten glass, and other substances, which coat the internal boiler tubes and boiler walls. Because of the conditions resulting from burning Refuse Derived Fuel (RDF), a reducing atmosphere exists in portions of the boiler and there are chlorides present from burning plastics. As a result, parts of the boiler units such as the superheat tubes and boiler wall tubes would eventually fail due to tube wasting.

When tube failures occur, the City contracts with private firms who have the expertise to perform the emergency repairs needed to bring the unit back into operation. Prior to the professional crafts entering the boilers to carry out inspections and repairs, the surfaces must be cleaned of ash coating and debris. This "heavier duty" cleaning process requires high-pressure water washing, grit blasting, or use of explosives to loosen and remove the materials. After loosening or breaking up these substances, they are removed from the boiler using the sluice system or by large industrial vacuums.

The benefits of having a contract for these services in place include the following:

- 1) Consistency of work and quality from a single contractor.
- 2) Reduction in the City's exposure to market forces regarding prices and availability for labor, travel, and supplies in preparation for a scheduled outage.
- 3) Rapid contractor mobilization to start emergency repairs, thus reducing generation downtime.
- 4) Saved City staff time obtaining quotes, evaluating bids, and preparing specifications and other procurement documentation.

This contract is to provide specialized heavy duty cleaning services for the period from July 1, 2015 through June 30, 2016. The contract includes a provision that would allow the City to renew the contract for up to four additional one-year terms.

Bid documents were issued to fifteen companies. The bid was advertised on the Current Bid Opportunities section of the Purchasing webpage and a Legal Notice was published in the Ames Tribune. The bid was also sent to one plan room.

On May 13, 2015, a bid was received from one company as shown on the attached report.

Staff reviewed the bid submitted by Bodine Services of Clinton LLC, Clinton, IA, and concluded that it was acceptable.

The approved FY2015/16 Power Plant operating budget includes \$175,000 for boiler cleaning services to be performed under this contract. Invoices will be based on contract rates for time and materials for services actually received.

# ALTERNATIVES:

1. Award the contract for the Specialized Heavy Duty Cleaning Services Contract for Power Plant Boilers to Bodine Services of Clinton LLC, Clinton, IA, for hourly rates and unit prices bid, in an amount not-to-exceed \$175,000.

This contract includes a provision that would allow the City to renew the contract for up to four additional one-year terms at stated rates.

2. Reject all bids and purchase specialized heavy duty cleaning services on an asneeded basis.

# MANAGER'S RECOMMENDED ACTION:

This work is necessary to properly maintain Unit No. 7 and Unit No. 8 and to carry out emergency and scheduled repairs resulting from equipment failures. This contract allows the Power Plant to have reliable contractors available to perform these specialized cleaning services on very short notice in the event of an emergency repair. This contract also allows the Power Plant to control the costs of these services to the extent possible.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative #1 as stated above.

	ITB 2015-165 SPECIALIZED HEAVY DUTY CLEANING SERVICES CONTRACT FOR POWER PLANT BID SUMMARY Bodine Services of Clinton LLC Clinton, IA		
GRIT BLASTING AND HYDRO BLASTING:	Hourshy Data (ST)	Hourly Pote (OT)	Hourly Pote (DT)
Superintendent	Hourly Rate (ST) \$55.00	Hourly Rate (OT) \$70.00	Hourly Rate (DT) \$85.00
General Foreman	\$35.00	\$70.00	фо <u>э</u> .00
Foreman / Driver	\$37.00	\$51.00	\$65.00
Journeyman Laborers	\$27.50	\$39.00	\$48.00
Standby: Safety Manager as requested	\$45.00	\$60.00	\$75.00
Material Costs: Subsistence: * Per Diem charged only if manpow	Cost Plus 10% ver is deployed from	branches outside of	Iowa
Superintendent	\$85.00 per day per person \$ per day		
General Foreman Foreman	\$85.00 per day per person		
Journeyman	\$95.00 per day per person \$85.00 per day per person		
Laborers Standby	\$85.00 per day per person		
Travel and Mileage: Amount Per Mile	\$55.00 per hour		
Superintendent travel Superintendent mileage	\$1.04 per mile		
General foreman travel	\$ per		
General foreman mileage Foreman travel / Driver	\$ per \$37.00 per hour		
Foreman mileage	\$.71 per mile		
Journeyman travel (Detonation tech) Journeyman mileage (Detonation tech)	\$.75 per mile \$.75 per mile		
Laborers travel	\$27.50 per hour		
Laborers mileage Standby travel		\$.52 per mile \$ per	
Standby mileage		\$ per	
DETONATION BLASTING: DESCRIPTION	Daily Pate (ET)	Daily Pate (OT)	Daily Rate (DT)
Hours per day (10 hrs. or 12 hrs)	Daily Rate (ST) \$3,780.00	Daily Rate (OT) \$4,500.00	\$5,616.00
Number of crew members	3	3	3
Explosive Specialist Explosive Foreman	\$1,260.00	\$1,500.00	\$1,872.00
Foreman	(Above rates inclue		our shift conducting
Journeyman Operator		detonation services	)
Lancemen			
Drop charge (safe) Subsistence:			
Superintendent	\$ per @	day	
General Foreman Foreman	\$ per @		
Journeyman	\$ per day		
Operator	\$ per day \$ per day		
Lancemen Travel and Mileage:	фрег (	uay	
Superintendent travel	\$ per		
Superintendent mileage General foreman travel	\$ per \$ per		
General foreman mileage	\$ per		
Foreman travel Foreman mileage	\$ per \$ per		
Journeyman travel	\$ per		
Journeyman mileage Operator travel	\$ per \$ per		
Operator mileage	\$ per		
Lancemen travel Lancemen mileage	\$ per \$ per		
EQUIPMENT:	·		
DESCRIPTION (10 hour day) Grit blasting comp, grit pot, hoses	Per Hour \$200.00	Per Day \$2,000.00	
Hydro blast 20k pump and hoses	\$80.00	\$800.00	
Hydro blast 10k pump and hoses (250 hp pump)	\$60.00 \$170.00	\$600.00 \$1,700.00	
Hydro blast 10k plus auto head (525 hp hi-flow) Hydro blast straight tips	\$170.00 \$2.00	\$1,700.00 \$20.00	
Hydro blast spin tips (Barracuda Type)	\$15.00	\$150.00	
Vacuum truck w/ operator High pressure pumping service	\$107.50 \$145.00	\$1,075.00 \$1,450.00	
MISCELLANEOUS:	·	1	
DESCRIPTION Mobe and demobe mileage (foreman)	Bid Amount \$0.71	Per U/M Mile	
Mobe and demobe mileage (journeyman)		Mile	
Mobe (personnel) Mobe & demobe (vac truck) (indludes drive)	\$0.52 \$2.03	Mile Mile	
Mobe & demode (support vehicle)	\$2.05	Mile	
Per Diem Explosive material	\$27.00	Day each shot	
Blasting nozzles	ψ21.00	each	
6" plastic flex hose (ft)	\$1.25 \$95.00	each foot each hour	
300 hp pump Pump	φ95.00	each hour each	
High pressure pumping services	listed above	service	
Set-up Grit media	\$150.00	each each	
Mobe & Demobe grit blast pot and hoses	\$1,400.00	each	
Mobe & Demobe 1,600 cfm compressor Price Incrrease escalators for annual renewal t	\$750.00	each	
Description	Increase		
Labor Rates:	2% per year		
Travel & Subsistence	2% per year 2% per year		