

**COUNCIL ACTION FORM**

**SUBJECT: POWER PLANT BOILER MAINTENANCE SERVICES – CONTRACT RENEWAL**

**BACKGROUND:**

This contract consists of a variety of boiler and pressure vessel maintenance, including structural steel and pressure vessel repair. This contract consists of emergency service, as well as regularly planned repairs and planned services during scheduled outages.

On June 11, 2019, Council awarded a contract to Plibrico Company LLC., Omaha, NE, for the Boiler Maintenance Services Contract for Power Plant. This contract included the option for the City to renew in one-year increments for up to four additional years. **The period from July 1, 2021 through June 30, 2022, is the second of the four-renewal periods subject to Council approval of funding for the boiler maintenance services.**

The contract's rate provision increases 3.3% which applies to Boilermakers, Millwrights and Steamfitters labor classifications. The FY 2021/2022 rates are shown on Attachment 1.

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.

The approved FY 2021/22 Power Plant operating budget for Electric Production includes \$315,000 for this contract. Invoices will be based on contract rates for time and materials for services actually received.

**ALTERNATIVES:**

1. a. Approve contract renewal with Plibrico Company LLC., Omaha, NE, for the Boiler Maintenance Services Contract for Power Plant for the one-year period from July 1, 2021, through June 30, 2022.
- b. Approve contract with Plibrico Company LLC of Nebraska and the

performance bond in the amount of \$315,000.

2. Reject the renewal option and instruct staff to seek new competitive bids.

**CITY MANAGER'S RECOMMENDED ACTION:**

This work is necessary to ensure that a qualified professional firm will respond to both scheduled and emergency needs for boiler repair and maintenance and will also control costs by having established billing rates. Funds will be expended only as work is required and in accordance with approved invoices.

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

**Contractor: Plibrico Company, LLC, Omaha, Nebraska**

<b>LABOR: BOILERMAKER</b>		<b>Hourly Rate (ST)</b>	<b>Hourly Rate (OT)</b>	<b>Hourly Rate (DT)</b>
<b>Day Shift</b>	Journeyman	\$ 92.91	\$ 138.48	\$ 198.23
	Foreman	\$ 97.39	\$ 145.06	\$ 206.91
	General Foreman	\$ 100.36	\$ 149.42	\$ 212.66
	Superintendent	\$ 107.86	\$ 160.41	\$ 227.15
<b>Night Shift</b>	Journeyman	\$ 93.28	\$ 138.88	\$ 198.65
	Foreman	\$ 97.76	\$ 145.46	\$ 207.32
	General Foreman	\$ 100.76	\$ 149.84	\$ 213.57
	Superintendent	\$ 108.23	\$ 160.81	\$ 220.30

<b>LABOR: LABORER</b>		<b>Hourly Rate (ST)</b>	<b>Hourly Rate (OT)</b>	<b>Hourly Rate (DT)</b>
<b>Day Shift</b>	Journeyman			
	Foreman			
	General Foreman			
	Superintendent			
<b>Night Shift</b>	Journeyman			
	Foreman			
	General Foreman			
	Superintendent			

See breakout of laborers below

<b>LABOR: MILLWRIGHT</b>		<b>Hourly Rate (ST)</b>	<b>Hourly Rate (OT)</b>	<b>Hourly Rate (DT)</b>
<b>Day Shift</b>	Journeyman	\$ 67.74	\$ 88.89	\$ 110.04
	Foreman	\$ 69.26	\$ 91.11	\$ 112.96
	General Foreman	\$ 72.32	\$ 95.56	\$ 118.81
	Superintendent	n/a	n/a	n/a
<b>Night Shift</b>	Journeyman	\$ 67.74	\$ 88.89	\$ 110.04
	Foreman	\$ 69.26	\$ 91.11	\$ 112.96
	General Foreman	\$ 72.32	\$ 95.56	\$ 118.81
	Superintendent	n/a	n/a	n/a

<b>LABOR: STEAMFITTER</b>		<b>Hourly Rate (ST)</b>	<b>Hourly Rate (OT)</b>	<b>Hourly Rate (DT)</b>
<b>Day Shift</b>	Journeyman	\$ 79.49	\$ 113.02	\$ 146.51
	Foreman	\$ 88.03	\$ 125.50	\$ 162.94
	General Foreman	\$ 90.88	\$ 129.66	\$ 168.42
	Superintendent	n/a	n/a	n/a
<b>Night Shift</b>	Journeyman	\$ 88.02	\$ 125.48	\$ 162.91
	Foreman	\$ 97.49	\$ 139.85	\$ 181.82
	General Foreman	\$ 101.14	\$ 144.65	\$ 188.15
	Superintendent	n/a	n/a	n/a

**Labor in Addition to Items on Bid Form:**

<b>Labor Bricklayers/Refractory</b>		<b>Hourly Rate (ST)</b>	<b>Hourly Rate (OT)</b>	<b>Hourly Rate (DT)</b>
<b>Day/ Night Shift</b>	Journeyman	\$ 66.18	\$ 86.74	\$ 107.30
	Foreman + 2 men	\$ 70.82	\$ 93.48	\$ 116.13
	Foreman + 3 men	\$ 71.60	\$ 94.60	\$ 117.60
	General Foreman	\$ 87.07	\$ 117.06	\$ 147.06

<b>Labor: Laborers</b>		<b>Hourly Rate (ST)</b>	<b>Hourly Rate (OT)</b>	<b>Hourly Rate (DT)</b>
<b>Day/ Night Shift</b>	Journeyman	\$ 47.50	\$ 63.08	\$ 78.66
	Foreman	\$ 49.04	\$ 65.33	\$ 81.60
	General Foreman	\$ 49.82	\$ 65.45	\$ 83.07

**TRAVEL & SUBSISTENCE**

<b>Description</b>	<b>Rate</b>
<b>Subsistence:</b>	

Supervisors	\$125 per day
Craft	\$75 per day
<b>Description</b>	<b>Rate</b>
<b>Travel &amp; Mileage:</b>	
Supervisor travel	per Journeyman straight time rate
Supervisor mileage	\$.75 per mile
Craft travel	only if applicable at craft; journeyman rate
	Boilermakers do not receive travel or mileage unless they are hauling tools or equipment to be used for maintenance contract services. All other crafts, if local (within 50 miles) do not receive travel or mileage. No craft receives mileage unless requested to haul tools or equipment in their person vehicle to be used for maintenance contract services.
Craft mileage	
<b>Description</b>	<b>Rate</b>
<b>Deliveries:</b>	
Travel	Laborer journeyman rate
Mileage	\$1.00 per mile
<b>Description</b>	<b>Rate</b>
<b>MISC.</b>	
Safety supplies & equipment	Equipment rented Cost plus 10%
Miscellaneous materials & consumables	Cost plus 10%; materials in stock at warehouse prices Tools and equipment lists submitted including tools & equipment list no charge to COA
<b>Equipment &amp; Tools</b>	
<b>Safety Equipment</b>	Bid Form shows safety equipment
<b>PROPOSED PRICE INCREASES FOR RENEWAL PERIODS</b>	
Labor	Boilermaker contract 01/01/2022 All other crafts 06/01/2022
Travel & Subsistence	0% per year
Equipment & Tools	0% per year
<b>OTHER</b>	
Location & response time	Office in Omaha. NDE subcontractor if required. Emergency response 2-3 hours. Non-emergency response time is 4-6 hours
Proposed Subcontractors & scope of work	DBI, Inc. NDE subcontractor if required; Crane Rental and Rigging if required; cornerstone Insulation and Lagging if required; Hartford Steam Boiler, Authorized Inspector if required