

Agenda Report

Date: April 10, 2006

TO: CITY COUNCIL

FROM: CITY MANAGER

SUBJECT: REJECTION OF BID – PROVIDING CHEMICALS, EQUIPMENT, PERSONNEL, AND TESTING FOR CHEMICAL CLEANING AND REMOVAL OF CHEMICAL CLEANING WASTES FOR THE BROADWAY POWER PLANT UNIT B-3 BOILER

RECOMMENDATION

It is recommended that the City Council reject the bid received on March 8, 2006 in response to the Specifications LD-06-1 for providing chemicals, equipment, personnel, and testing for chemical cleaning and removal of chemical cleaning waste for the Broadway Power Plant Unit B-3 Boiler.

BACKGROUND

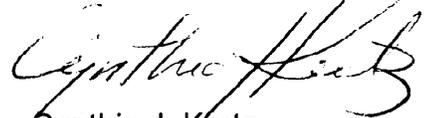
Specifications LD-06-1 were issued to provide chemicals, equipment, personnel, and testing for chemical cleaning and removal of chemical cleaning waste for the Broadway Power Plant Unit B-3 boiler. The objective of this chemical cleaning is to remove the scale deposits in the boiler tubes that accumulated since the last chemical cleaning performed in 1979, as well as to dispose off the hazardous wastes that will be generated after the cleaning.

Only one response was received in the City Clerk's office on March 8, 2006. A review of the single bid revealed that the bid did not conform to the requirements of the Specifications, justifying the need for the bid to be rejected. Staff plans to issue a Request for Proposal (RFP) that will likely produce more than one response and a lower contract price.

FISCAL IMPACT

There is no fiscal impact associated with rejecting the bid and staff is considering to utilize the RFP process for this procurement.

Respectfully submitted,



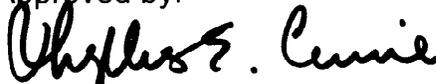
Cynthia J. Kurtz
City Manager

Prepared by:



Dan Angeles
Mechanical Engineer
Water and Power Department

Approved by:



Phyllis E. Currie
General Manager
Water and Power Department