

Moody/Via

**RESOLUTION NO. 6569**

**WHEREAS**, sealed bids were requested and advertised, as required by law, for the following:

**REQUEST FOR PROPOSAL (RFP) NO. 6046  
NO5 AIR PREHEATER REPLACEMENT BASKETS AND SEALS**

**WHEREAS**, bids were received and opened at the time and place mentioned in the published notices and the Director – Supply Chain Management supervised the tabulations, which have been submitted to this Board; and

**WHEREAS**, the Board of Directors has carefully considered the bids submitted, as well as the recommendations of the District's Management and General Counsel.

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of the Omaha Public Power District that the proposal of Arvos Ljungstrom LLC in the amount of \$1,022,980.00 for the material procurement for replacement baskets and seals utilized in the North Omaha Station Unit 5 (NO5) air preheaters pursuant to Request for Proposal No. 6046 is hereby accepted, and the form of payment and performance bond of such bidder is approved.

*your energy partner*



Omaha Public Power District

## MEMORANDUM

**DATE:** May 4, 2023

UO-2023-006

**FROM:** S.A. Eidem

**TO:** T.R. Via

**SUBJECT:** North Omaha Station Unit 5 Air Preheater Basket and Seal Materials

### 1.00 GENERAL

Request for Proposal (RFP) No. 6046 is for the material procurement contract for replacement baskets and seals utilized in the North Omaha Station Unit 5 (NO5) air preheaters. The contract is for the supply of materials only and does not include installation. An installation contract is planned to be awarded in August 2023. Installation is planned to occur during the scheduled unit outage in the spring of 2024.

There are two layers of basketed heat transfer elements within the NO5 air preheaters (hot end and cold end) that require replacement to maintain reliability. Replacement baskets for both layers are included in this contract, along with replacement seals.

The contract was advertised on March 16, 2023. No addenda or letters of clarification were issued. Bids were received and opened on April 12, 2023. One company submitted a bid. The Engineers estimate for this work was \$1,030,000. The bid prices are as follows:

Arvos Ljungstrom LLC (Base Bid)	\$1,017,768
Arvos Ljungstrom LLC (Alternate Bid)	\$1,022,980

The alternate bid included a design improvement which increases resistance to soot blower cleaning damage while maintaining similar thermal and pressure loss performance compared to the existing basket design.

2.00 COMPLIANCE WITH CONTRACT TERMS AND CONDITIONS

The proposals were referred to the District's legal counsel for review. The proposals received in response to the District's RFP No. 6046 may be considered by the District's Board of Directors for the award of this contract.

3.00 COMPLIANCE WITH TECHNICAL REQUIREMENTS


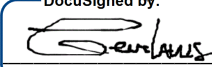
The proposals received were determined to comply with the technical requirements and were economically evaluated.

4.00 RECOMMENDATION

Based on compliance with legal and technical requirements of this specification, it is recommended the Board of Directors authorize award of Request for Proposal No. 6046 to Arvos Ljungstrom LLC for \$1,022,980.



S.A. Eidem, P.E.  
Director, Engineering Services  
Utility Operations

<p align="center"><b>TABULATION OF BIDS</b>                  Opened at 2:00 p.m., C.D.T., Wednesday,                  April 12, 2023, in Omaha, Nebraska</p>		<p align="center"><b>REQUEST FOR PROPOSAL NO. 6046</b></p> <p align="center"><b>NO5 Air Preheater Replacement Baskets and Seals</b></p>		<p align="center">DocuSigned by:                    C171422F76EE422...  <b>Director</b></p> <p align="center"><b>Supply Chain Management</b>                  DocuSigned by:                    SEC7B86907EE4FC  <b>Compiled by and Certified Correct</b></p>	
<p align="center">Anticipated Award Date                  May 18, 2023</p>					
<p align="center"><b>ENGINEER'S ESTIMATE</b></p> <p align="center"><u>\$ 1,030,000.00</u></p>					
<p align="center"><b>BID ITEM</b></p>		<b>BIDDER'S NAME &amp; ADDRESS</b>			
		<p align="center">Arvos Ljungstrom LLC                  3020 Truax Road                  Wellsville, NY 148895</p>			
		<b>SUPPLIER'S BID</b>	<b>SUPPLIER'S BID</b>	<b>SUPPLIER'S BID</b>	
1.	<p><u>Proposal Price(S)</u></p> <p>Total Base Bid</p>	<p><u>\$1,017,768.00</u></p>	<p>_____</p>	<p>_____</p>	
2.	<p><u>Delivery Guarantee(s)</u></p> <p>Desired Delivery Date: February 16, 2024</p>	<p><u>Guaranteed Delivery Date</u></p> <p><u>February 16, 2024</u></p>	<p><u>Guaranteed Delivery Date</u></p> <p>_____</p>	<p><u>Guaranteed Delivery Date</u></p> <p>_____</p>	



Stephen M. Bruckner  
ATTORNEY  
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sbruckner@fraserstryker.com  
fraserstryker.com

April 19, 2023

Omaha Public Power District  
444 South 16<sup>th</sup> Street  
Omaha, NE 68102

RE: Request for Proposal No. 6046 – NO5 air preheater replacement baskets and seals

Ladies and Gentlemen:

We have reviewed the single proposal received from Arvos Ljungstrom LLC for the above-referenced RFP. The Arvos proposal includes a performance guarantee that should be evaluated by the District. Arvos also presents an alternate payment schedule and proposes that the payment schedule serve in lieu of a performance and payment bond. This contract is for materials only, and if the District is assured there are no subsuppliers or subcontractors who might make claim for non-payment by Arvos, then a payment schedule, with OPPD owning the materials at invoicing, will be sufficient. Arvos also proposes to utilize the terms and conditions of the previous agreement with OPPD dated December 12, 2018. Those terms are legally acceptable, but if Arvos is awarded the contract, those terms will need to be revised to conform to this project.

Subject to the foregoing comments and the District's technical and economic evaluation, the Arvos proposal is acceptable for consideration by the District's Board of Directors for the award of this contract.

Very truly yours,

A handwritten signature in blue ink, appearing to read 'Stephen M. Bruckner', written over a light blue horizontal line.

Stephen M. Bruckner  
FOR THE FIRM

SMB/sac  
2992915

Fraser Stryker PC LLO

500 Energy Plaza, 409 South 17th Street, Omaha, NE 68102 — TEL: 402.341.6000 — FAX: 402.341.8290



# Board Action

## BOARD OF DIRECTORS

May 16, 2023

### ITEM

North Omaha Station Unit 5 Air Preheater Basket and Seal Replacement Materials

### PURPOSE

Issue contract for the purchase of air preheater basket and seal materials for installation in the two North Omaha Station Unit 5 air preheaters.

### FACTS

- a. The existing baskets and seals are at the end of their service life. Recent inspection reports have confirmed replacement of the baskets and seals is needed to ensure unit reliability.
- b. The air preheater basket and seal work will be completed during the planned spring 2024 outage. Installation labor will be provided separate from this contract.
- c. One bid was received. The bid was determined to be legally and technically responsive.

### ACTION

Authorization by the Board to award a contract to Arvos Ljungstrom LLC for the North Omaha Station Unit 5 Air Preheater Basket and Seal Materials in the amount of \$1,022,980.00.

### RECOMMENDED:

*Troy Via*  
181167221FA24AE...  
 Troy R. Via  
 Chief Operating Officer and  
 Vice President – Utility Operations

### APPROVED FOR BOARD CONSIDERATION:

*L. Javier Fernandez*  
AC399FDCE56247E...  
 L. Javier Fernandez  
 President and Chief Executive Officer

TRV:sae

- Attachments: Letter of Recommendation  
 Tabulation of Bids  
 Legal Opinion  
 Resolution