

City of Fayetteville Staff Review Form

2022-0666

Legistar File ID

8/2/2022

City Council Meeting Date - Agenda Item Only
N/A for Non-Agenda Item

Tim Nyander

7/15/2022

WASTEWATER TREATMENT (730)

Submitted By

Submitted Date

Division / Department

Action Recommendation:

Staff recommends approval of a generator rental from Riggs Rental Services in the amount of \$150,671.03 plus applicable taxes to rent a 2,000kW generator for the Noland Water Resource Recovery Facility, and to approve a contingency in the amount of \$30,134.21.

Budget Impact:

5400.730.5800-5308.00	Water and Sewer																								
Account Number	Fund																								
02032.1	WWTP Building Improvements																								
Project Number	Project Title																								
<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;">Budgeted Item?</td> <td style="width: 20%;"><u>Yes</u></td> <td style="width: 30%;">Current Budget</td> <td style="width: 20%; text-align: right;">\$ 3,792,448.00</td> </tr> <tr> <td></td> <td></td> <td>Funds Obligated</td> <td style="text-align: right;">\$ 288,267.55</td> </tr> <tr> <td></td> <td></td> <td style="border-top: 1px solid black;">Current Balance</td> <td style="text-align: right; border: 1px solid black;">\$ 3,504,180.45</td> </tr> <tr> <td>Does item have a cost?</td> <td><u>Yes</u></td> <td>Item Cost</td> <td style="text-align: right;">\$ 195,495.67</td> </tr> <tr> <td>Budget Adjustment Attached?</td> <td><u>No</u></td> <td>Budget Adjustment</td> <td style="text-align: right;">\$ -</td> </tr> <tr> <td></td> <td></td> <td style="border-top: 1px solid black;">Remaining Budget</td> <td style="text-align: right; border: 1px solid black;">\$ 3,308,684.78</td> </tr> </table>	Budgeted Item?	<u>Yes</u>	Current Budget	\$ 3,792,448.00			Funds Obligated	\$ 288,267.55			Current Balance	\$ 3,504,180.45	Does item have a cost?	<u>Yes</u>	Item Cost	\$ 195,495.67	Budget Adjustment Attached?	<u>No</u>	Budget Adjustment	\$ -			Remaining Budget	\$ 3,308,684.78	
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V20210527

Purchase Order Number: _____

Previous Ordinance or Resolution # _____

Change Order Number: _____

Approval Date: _____

Original Contract Number: _____

Comments: Taxes are estimated at \$14,690.43 for a total estimated cost of \$165,361.46. A contingency is also requested in the amount of \$30,134.21.



MEETING OF AUGUST 2, 2022

TO: Mayor and City Council
THRU: Susan Norton, Chief of Staff
FROM: Tim Nyander, Utilities Director
DATE: July 15, 2022
SUBJECT: Riggs Rental Services – Rental of 2,000kW Generator for Noland WRRF

RECOMMENDATION:

Staff recommends approval of a generator rental from J.A. Riggs Tractor Company d/b/a Riggs Rental Services in the amount of \$150,671.03 plus applicable taxes to rent a 2,000kW generator for the Noland Water Resource Recovery Facility, and to approve a contingency in the amount of \$30,134.21.

BACKGROUND:

On July 8, 2022, the 2,000kW generator at the Noland Water Resource Recovery Facility failed. The engine's wet sleeve cylinder inserts failed, which introduced engine coolant into the crankcase. The engine and generator will need to be rebuilt. The facility can not operate without a generator due to load shedding requirements, so a rental generator is required for this emergency.

DISCUSSION:

A rental generator was procured on July 9, 2022, and was set up that day to temporarily replace the failed generator. Riggs Rental Services provided a quote in the amount of \$150,671.03 which will secure the rental generator for up to four months while the failed generator is rebuilt. Riggs is the only authorized and certified Caterpillar distributor and maintenance provider for our area. If the generator rebuild does not take four months, Riggs will only invoice for the number of weeks the City actually uses the rental generator.

The City was required to have a generator within one day and Riggs is the only company with a generator of that size that could deploy in one day because it was available locally. Additionally, Riggs was already on site diagnosing the failed generator and confirmed that the rental generator was available for immediate/emergency deployment and they are the only certified and authorized local vendor of Caterpillar which is the brand of the failed generator.

If the City didn't get the rental generator online in time, we would not be available to load shed when required by Ozark Electric. The fine is \$250,000.00 dollar per occurrence. At a peak time on a peak day per month, we are required to take our load off the grid to prevent overloading Ozark Electric's system that could potentially cause black outs.

Another reason for such urgency with a Noland backup generator is with our holding pond. We can only store 3 days in our influent pond. After that, we would overflow into the White River causing a permit violation from the state.

BUDGET/STAFF IMPACT:

Funds are available in the WWTP Building Improvements account within the Water & Sewer fund.

Attachments:

Quote from Riggs Rental Services

RIGGS RENTS

Rental Quote

Quote Q00082

20453 INTERSTATE 30, BENTON, AR 72015
 BENTON (501) 776-0679

Date Out: **07/11/2022 Mon 02:56 PM**
 Est. Date In: **08/11/2022 Thu 02:56 PM**
 Delivery Date: **07/11/2022 Mon 12:00 PM**

Customer: **1163780**
 Bill to: **CITY OF FAYETTEVILLE WATER AND SEWER**
113 W MOUNTAIN ST FAYETTEVILLE AR

Jobsite: **NOLAND WASTE WAT**
 Contact: Josh Alleman
 Phone: **918-851-7019**
NOLAND WASTE WATER PLANT
1400 N FOX HUNTER ROAD
FAYETTEVILLE AR

Signed By: **Josh Alleman**
 Order By:

Written By: **Troy Quinn**
 Sales Rep: **NO SPEND MARKETING**
 PO #:
 Expiration Date: **08/10/2022**

QTY DESCRIPTION	DAY	WEEK	4WEEK	
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Rental Items

GENSET PRIME 1825KW / STANDBY 2000KW ~ XQ2000 ID: RP14667 SERIAL: 07RN01566		\$3,025	\$8,645	\$25,965	25,965.00
HRS OUT: 2080.0 HRS ALLOWED: 8/40/160					
QTY 50 4/0 Cable		\$500	\$1,750	\$4,950	4,950.00
QTY 25 4/0 Male Pigtail		\$125	\$375	\$1,125	1,125.00
QTY 25 4/0 Female Pigtail		\$125	\$375	\$1,125	1,125.00

*** ALL EQUIPMENT MUST BE RETURNED CLEAN & FULL OF FUEL OR ADDITIONAL CHARGES WILL BE ASSESSED.

*** RENTAL CONTRACT IS FOR 30 DAYS OR LONGER

INITIAL: _____

Miscellaneous Items

0 ENVIRONMENTAL & DISPOSAL FEE			1.00 %	50.00
0 ARK RENTAL FEE			1.25 %	414.56
1 HAULING CHARGES			1,400.00 each	1,400.00
1 PICK UP CHARGES			1,400.00 each	1,400.00
State 6.5% County 1.25% City 2% Total Tax: 9.75%				3,511.47

RENTAL INVOICED MONTHLY

Total: 39,941.03

MONTH 1 RENT: \$39,941.03

MONTH 2 RENT: \$36,910.00

MONTH 3 RENT: \$36,910.00

MONTH 4 RENT: \$36,910.00

TOTAL: \$150,671.03

ACCEPTANCE

By signing below, I warrant and represent that I am an authorized representative of the customer above and that I have read, understand and agree to the terms, conditions and responsibilities contained in this Rental Agreement.

Customer _____

Date _____