

**PETERSBURG BOROUGH  
RESOLUTION #2022-22**

**A RESOLUTION APPROVING A PURCHASE ORDER FOR THE MAINTENANCE  
AND REPAIR OF THE PMPL EMD 16 GENERATOR FOR AN AMOUNT NOT TO  
EXCEED \$325,000**

**WHEREAS**, Petersburg Municipal Power and Light must rebuild the EMD 16 generator to provide standby power generation during times of SEAPA or local power outages; and

**WHEREAS**, a quote has been received from Marine Systems, Inc. (MSI), the Pacific Northwest regional EMD dealer and maintenance representative for EMD equipment, in the amount of \$315,605.22 to provide generator disassembly, inspection, replacement of power assemblies, replacement of water, oil and fuel pumps and other operations associated with a complete rebuild of the engine, including parts and materials; and

**WHEREAS**, it is prudent to include a project contingency of \$10,000 above the quoted price to account for unforeseen issues and accompanying service needs that may be encountered during the machine inspection; and

**WHEREAS**, the FY 2023 Borough budget was amended by Assembly approval of Ordinance #2022-15, which increased the Electric fund budget by \$163,000 and diverted 162,000 from the 20-2 overhaul project in order to complete the higher priority EMD 16 generator rebuild; and

**WHEREAS**, MSI has been a long standing EMD factory representative and service vendor to the Petersburg Borough and is highly qualified to perform the inspection and rebuild of the EMD engine; and

**WHEREAS**, Petersburg Municipal Code, Title 4.04 Exceptions to Bidding, states:

**“Competitive bidding shall not be required for the following:”**

Further, Chapter 4.04.040.D, states:

**“D. Contracts for equipment maintenance and repair. Contracts for the maintenance, repair or overhaul of borough equipment do not require the public bid process when the furnishing of parts or materials is incidental to furnishing of services or labor. The term "equipment" for these purposes shall mean a single unit whether or not attached as a fixture”**; and

**WHEREAS**, the disassembly, inspection and rebuild of the EMD 16 generator is work whereby the furnishing of parts and materials is incidental to the furnishing of services and labor by MSI; and

**WHEREAS**, time is of the essence in order to restore the dependability and full generation capacity of the EMD 16 generator and it is in the Borough’s best interest to hire MSI to complete the rebuild as soon as possible.

**THEREFORE BE IT RESOLVED** the Assembly for the Petersburg Borough approves of a purchase order to MSI of Seattle, Washington to procure service and parts for the inspection and rebuild of the PMPL EMD 16 generator for a price not to exceed \$325,000.00.

**PASSED AND APPROVED** by the Petersburg Borough Assembly on December 5, 2022.

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**Mark Jensen, Mayor**

**ATTEST:**

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**Debra K. Thompson, Borough Clerk**