

**RESOLUTION NO. 2022-260**

**A RESOLUTION AUTHORIZING PAYMENT OF SIEMENS EXPENSES FOR PARTS AND SERVICE IN ACCORDANCE WITH A LONG TERM SERVICE AGREEMENT FOR UNIT 11 AND CLAYVILLE GENERATING STATIONS**

**WHEREAS**, the City of Vineland has entered into a Long Term Service Agreement with Siemens Energy, Inc. Houston TX.(Siemens) for parts for parts and service to the Unit 11 and Clayville Generating Stations; and

**WHEREAS**, Siemens has provided quotations for parts and repairs for Unit 11 and Clayville Generating Stations in accordance with proposals attached hereto in the total amount of \$231,702.37; and

**WHEREAS**, the Vineland Municipal Electric Utility is requesting authorization for the payment of Siemens expenses as attached hereto in accordance with the Long Term Maintenance Agreement; and

**WHEREAS**, the availability of funds for payment to Siemens in accordance with the Contract have been certified by the Chief Financial Officer; and

**NOW THEREFORE BE IT RESOLVED**, by the Council of the City of Vineland that payment in the amount of \$231,702.37 shall be made in accordance with the Long Term Service Agreement.

Adopted:

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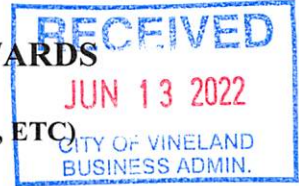
President of Council

ATTEST:

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City Clerk

REQUEST FOR RESOLUTION FOR CONTRACT AWARDS  
UNDER 40A:11-5 EXCEPTIONS  
(PROFESSIONAL SERVICES, EUS, SOFTWARE MAINTENANCE, ETC)



6/10/2022

(DATE)

1. Service (detailed description): Siemens Parts & Support for Unit 11 & Clayville  
Generating Stations provisioned under the Long Term Service Agreement

2. Amount to be Awarded: \$ 231,702.37

- Encumber Total Award  
 Encumber by Supplemental Release

3. Amount Budgeted: \$ 250,000.00

4. Budgeted: By Ordinance No. \_\_\_\_\_  
Or Grant: Title & Year \_\_\_\_\_

5. \*\*Account Number to be Charged: 2-05-55-502-9001-53353 E553X & E553C

6. Contract Period: Budget Year 2022

7. Date To Be Awarded: 6/28/2022


8. Recommended Vendor and Address: Siemens Energy Inc. 1200 West Sam Houston  
Parkway North, Houston TX 77043

9. Justification for Vendor Recommendation:(attach additional information for Council review)  
\*please see attached cost breakdown for Siemens parts and service provisioned  
under the current Long Term Service Agreement

Charges will be split as follows: E553X - 50% / E553C - 50%

- Non-Fair & Open (Pay-to-Play documents required)  
 Fair & Open: How was RFP advertised? \_\_\_\_\_

10. Evaluation Performed by: Steve August x4241

11. Approved by: 

12. Attachments:

- Awarding Proposal  
 Other: Expense Breakdown

- Send copies to:  
**Purchasing Division**  
**Business Administration**

\*\* If more than one account #, provide break down



## Quotation 20261179

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Siemens Energy, Inc. Houston  
1200 West Sam Houston Parkway North, Houston, TX 77043, USA

CITY OF VINELAND  
640 E WOOD ST  
VINELAND NJ 08360  
USA

Name: Darla Warfield  
Department: SE GP I SV NA LTP OM

Telephone: +1 (999) 999-9999  
Fax: +1 (317) 677-1341  
E-mail:

Your Inquiry: LPBOV & BOV Door Fasteners  
Inquiry Date: June 10, 2022  
Doc. Date: Apr. 19, 2022

**Our machine reference:**

SPARES31 Spares Dummy Plant  
3100 Mount Vernon

Dear Sir or Madam,

We thank you for your enquiry and now have pleasure in quoting as attached.

We trust our offer will be acceptable to you and now look forward to receiving your further instructions.

Siemens Energy, Inc. Houston

Siemens Energy, Inc.  
1209 Orange st, Wilmington DE 19801 USA  
Company Registration: 13-3987280

Siemens Energy is a trademark licensed by Siemens AG.

Office Address: Tel : +1 (281) 436-6782  
1200 West Sam Fax: +1  
Houston Parkway North siemens-energy.com  
Houston, TX 77043  
USA

Item	Designation	Quantity		Price in USD per unit	Total in USD
10	<b>VALVE LPBOV SERVOVALVE (CA27059)</b> Material: TRN100039 <i>HS Code: 8481.80.9020</i> Current delivery time: 18 working weeks Standard delivery time: 18 working weeks Price: Customer Price:	1.000	EA	27,828.35	27,828.35
	NJ0836099	0.00%		TAX	0.00
20	<b>Thermocouple</b> Material: TRN103447 <i>HS Code: 9025.19.8085</i> Current delivery time: 60 working weeks Standard delivery time: 61 working weeks Price: Customer Price:	2.000	EA	2,077.60	4,155.20
	NJ0836099	0.00%		TAX	0.00
30	<b>Screw - Shoulder</b> Material: TRN17491 <i>HS Code:</i> Current delivery time: 54 working weeks Standard delivery time: 54 working weeks Price: Customer Price:	4.000	EA	130.62	522.48
	NJ0836099	0.00%		TAX	0.00
40	<b>Nut - Self lock</b> Material: AS20625 <i>HS Code: 7318.16.0060</i> Current delivery time: 2 working weeks Standard delivery time: 16 working weeks Price: Customer Price:	4.000	EA	1.98	7.92
	NJ0836099	0.00%		TAX	0.00
50	<b>Rod end</b> Material: TRN17494 <i>HS Code:</i> Current delivery time: 54 working weeks Standard delivery time: 54 working weeks Price: Customer Price:	2.000	EA	354.54	709.08
	NJ0836099	0.00%		TAX	0.00
Carry forward:					33,223.03

Item	Designation	Quantity		Price in USD per unit	Total in USD
Carry forward:					33,223.03
60	<b>Washer - Tab</b> Material: TRN101039 <i>HS Code:</i> Current delivery time: 54 working weeks Standard delivery time: 54 working weeks Price: Customer Price:	2.000	EA	5.63	11.26
	NJ0836099	0.00%		TAX	0.00
70	<b>Nut - Hex</b> Material: TRN17495 <i>HS Code:</i> Current delivery time: 54 working weeks Standard delivery time: 54 working weeks Price: Customer Price:	2.000	EA	226.08	452.16
	NJ0836099	0.00%		TAX	0.00
80	<b>Rod end</b> Material: TRN17590 <i>HS Code:</i> Current delivery time: 54 working weeks Standard delivery time: 54 working weeks Price: Customer Price:	2.000	EA	369.13	738.26
	NJ0836099	0.00%		TAX	0.00
90	<b>Nut - Hex Jam</b> Material: AN316C6R Equipment: SPARES31 <i>HS Code:</i> Current delivery time: 54 working weeks Standard delivery time: 54 working weeks Price: Customer Price:	2.000	EA	3.07	6.14
	NJ0836099	0.00%		TAX	0.00

Carry forward:

34,430.85

Item	Designation	Quantity		Price in USD per unit	Total in USD
Carry forward:					34,430.85
<b>100</b>	<b>Gas generator thermocouples</b> Material: TRN16283 Equipment: SPARES31 <i>HS Code: 9025.19.8085</i> Current delivery time: 2 working weeks Standard delivery time: 33 working weeks Price: Customer Price:	<b>1.000</b>	<b>EA</b>	<b>5,376.94</b>	<b>5,376.94</b>
					5,376.94
					5,376.94
	NJ0836099	0.00%	TAX		0.00
<b>110</b>	<b>Valve - Bleed</b> Material: 5020782-104 Equipment: SPARES31 <i>HS Code: 8481.80.9040</i> Current delivery time: 58 working weeks Standard delivery time: 59 working weeks Price: Customer Price:	<b>1.000</b>	<b>EA</b>	<b>30,471.36</b>	<b>30,471.36</b>
					30,471.36
					30,471.36
	NJ0836099	0.00%	TAX		0.00
<b>120</b>	<b>Probe</b> Material: TRN14176 Equipment: SPARES31 <i>HS Code: 8543.70.4500</i> Current delivery time: 30 working weeks Standard delivery time: 30 working weeks Price: Customer Price:	<b>2.000</b>	<b>EA</b>	<b>8,233.79</b>	<b>16,467.58</b>
					16,467.58
					16,467.58
	NJ0836099	0.00%	TAX		0.00
<b>140</b>	<b>Solenoid Bank #1</b> Material: TRN17601 Equipment: SPARES31 <i>HS Code: 8481.80.9005</i> Current delivery time: 2 working weeks Standard delivery time: 59 working weeks Price: Customer Price:	<b>1.000</b>	<b>EA</b>	<b>41,370.99</b>	<b>41,370.99</b>
					41,370.99
					41,370.99
	NJ0836099	0.00%	TAX		0.00
Carry forward:					128,117.72

Item	Designation	Quantity	Price in USD per unit	Total in USD
Carry forward:				128,117.72
150	<b>EXCITER,IGNITION</b> Material: RRE039430 Equipment: SPARES31 HS Code: 8511.50.0000 Current delivery time: 2 working weeks Standard delivery time: 16 working weeks	1.000 EA	13,611.04	13,611.04
	Price:			13,611.04
	Customer Price:			13,611.04
	NJ0836099	0.00%	TAX	0.00
Net value:				141,728.76
Taxes:				
Total (USD):				141,728.76

For your information: For pricing the following items were taken into account:

*Siemens Energy shall not be obligated to fulfill this agreement if such fulfillment is prevented by any impediments arising out of national or international foreign trade or customs requirements or any embargoes or other sanctions.*

**Compliance with Export Control Regulations**

1 If Purchaser transfers goods (hardware and/ or software and/ or technology as well as corresponding documentation, regardless of the mode of provision) delivered by Siemens Energy or works and services (including all kinds of technical support) performed by Siemens Energy to a third party worldwide, Purchaser shall comply with all applicable national and international (re-) export control regulations. In any event Purchaser shall comply with the (re-) export control regulations of the Federal Republic of Germany, of the European Union and of the United States of America.  
 2 If required to conduct export control checks, Purchaser, upon request by Siemens Energy, shall promptly provide Siemens Energy with all information pertaining to particular end customer, destination and intended use of goods, works and services provided by Siemens Energy, as well as any export control restrictions existing.  
 3 Purchaser shall indemnify and hold harmless Siemens Energy from and against any claim, proceeding, action, fine, loss, cost and damages arising out of or relating to any noncompliance with export control regulations by Purchaser, and Purchaser shall compensate Siemens Energy for all losses and expenses resulting thereof, unless such noncompliance was not caused by fault of the Purchaser. This provision does not imply a change in burden of proof.

**Pricing base:**

**Terms of delivery:**

DAP Customer Site  
Incoterms® 2020

**Delivery time:**

**Tax information:**

The total sales price does not include taxes, customs duties or similar.

**Tax:**

Plus the statutory tax obtaining on the day of performance of contract.  
Down payments and interim payments shall be remitted to us plus the statutory tax obtaining at the time of invoicing.

**Terms of payment:**

Within 30 days Due net

**Bank details:**

Payment by check: Siemens Energy, Inc.  
Dept CH 14429  
60055-4429 Palatine, IL

Bank: The Bank of New York Mellon, 500 Ross St., Pittsburgh, PA 15262, US  
SWIFT: MELNUS3PXXX  
Bank code or NSC: 043000261  
Account No.: 0009040527

Remittance advice to be sent to:  
creditcollections.pg@siemens.com  
Siemens Energy, Inc.  
4400 N. Alafaya Trail, MC Q2-196  
USA

**Valid to:**

June 19, 2022

1. The prices shown are on the basis of the current European currency exchange rate and include freight and duty. Siemens reserves the right to adjust the selling price on the basis of the exchange rate in effect at the time of order entry.
2. All purchase orders are to be made out in the name of:  
Siemens Energy Inc.  
4400 N Alafaya Trail  
Orlando, FL 32826
3. The worldwide outbreak of the coronavirus disease ("COVID-19"), affects or is likely to affect usual business activities and/or the execution of work under this offer. As the impacts from COVID-19 are unknown at this time, Siemens commitments regarding the scope contemplated hereunder including procurement lead-time, delivery date, resources, and schedule are provided without consideration of such potential impacts from COVID-19. Siemens is closely monitoring the development of COVID-19 and its associated impacts, and will endeavor to inform you, the customer, of the impacts that COVID-19 has or may have on Siemens' manufacturing, supply chain, operations, logistics, and personnel relating to Siemens scope of supply contemplated hereunder. If required to overcome the consequences directly or indirectly caused by the outbreak of COVID-19, Siemens shall be entitled to relief of its obligations in schedule, price, or any other reasonably required adjustment of this offer. In the event equipment delivery is contemplated hereunder, Siemens shall be entitled to postpone or provide partial deliveries to the extent Siemens' ability to supply or deliver is impacted by COVID-19.
4. The Parties acknowledge that there is an uncertain political and security situation in the world, in particular due to the invasion of Ukraine ("Uncertain Situation"), which effects are difficult to foresee at the time of Contract signing and which can directly and indirectly affect the execution of this Contract including but not



limited to the availability of certain equipment, commodities, metals, and materials as well as the availability of transportation means and services. In the light of the above, the Parties agree that the Supplier shall be entitled to reasonable adjustments of the delivery term and/or the Contract price to the extent any delay and costs are caused directly or indirectly by the above-mentioned Uncertain Situation and any related consequences.

Notice: Compliance with legal and internal regulations is an integral part of all business processes at Siemens Energy. Possible infringements can be reported to our help desk "Speak Up" at [siemens-energy.com](http://siemens-energy.com).

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## Quotation 20266844

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Siemens Energy, Inc. Houston  
1200 West Sam Houston Parkway North, Houston, TX 77043, USA

CITY OF VINELAND  
640 E WOOD ST  
VINELAND NJ 08360  
USA

Name: Darla Warfield  
Department: SE GP I SV NA LTP OM  
  
Telephone: +1 (999) 999-9999  
Fax: +1 (317) 677-1341  
E-mail: darla.l.warfield@siemens-energy.com  
  
Your Inquiry: Vineland/LTP/0524/22  
Inquiry Date: May 24, 2022  
Doc. Date: May 24, 2022

**Our machine reference:**  
SPARES31 Spares Dummy Plant  
3100 Mount Vernon

Dear Sir or Madam,  
We thank you for your enquiry and now have pleasure in quoting as attached.  
We trust our offer will be acceptable to you and now look forward to receiving your further instructions.

Siemens Energy, Inc. Houston

Office Address: Tel: +1 (281) 436-6782  
1200 West Sam Fax: +1  
Houston Parkway North siemens-energy.com  
Houston, TX 77043  
USA

Siemens Energy, Inc.  
1209 Orange st, Wilmington DE 19801 USA  
Company Registration: 13-3987280

Siemens Energy is a trademark licensed by Siemens AG.

Item	Designation	Quantity	Price in USD per unit	Total in USD
10	<b>MODULE,FLEX I/O</b> Material: RRE081941 Equipment: SPARES31 HS Code: 8517.62.0090 Current delivery time: 1 working weeks Standard delivery time: 8 working weeks Price: Customer Price: Item being processed, price and delivery time to be confirmed.	2.000 EA	3,087.43	6,174.86
	NJ0836099	0.00%	TAX	0.00
Net value:				6,174.86
Taxes:				6,174.86
Total (USD):				

For your information: For pricing the following items were taken into account:

*Siemens Energy shall not be obligated to fulfill this agreement if such fulfillment is prevented by any impediments arising out of national or international foreign trade or customs requirements or any embargoes or other sanctions.*

**Compliance with Export Control Regulations**

*1 If Purchaser transfers goods (hardware and/ or software and/ or technology as well as corresponding documentation, regardless of the mode of provision) delivered by Siemens Energy or works and services (including all kinds of technical support) performed by Siemens Energy to a third party worldwide, Purchaser shall comply with all applicable national and international (re-) export control regulations. In any event Purchaser shall comply with the (re-) export control regulations of the Federal Republic of Germany, of the European Union and of the United States of America.*

*2 If required to conduct export control checks, Purchaser, upon request by Siemens Energy, shall promptly provide Siemens Energy with all information pertaining to particular end customer, destination and intended use of goods, works and services provided by Siemens Energy, as well as any export control restrictions existing.*

*3 Purchaser shall indemnify and hold harmless Siemens Energy from and against any claim, proceeding, action, fine, loss, cost and damages arising out of or relating to any noncompliance with export control regulations by Purchaser, and Purchaser shall compensate Siemens Energy for all losses and expenses resulting thereof, unless such noncompliance was not caused by fault of the Purchaser. This provision does not imply a change in burden of proof.*

**Pricing base:**

**Terms of delivery:**

FCA FAST Warehouse Orlando  
Incoterms® 2020

**Delivery time:**

**Tax information:**

The total sales price does not include taxes, customs duties or similar.

**Tax:**

Plus the statutory tax obtaining on the day of performance of contract.

Down payments and interim payments shall be remitted to us plus the statutory tax obtaining at the time of invoicing.

**Terms of payment:**

Within 30 days Due net

**Bank details:**

Payment by check: Siemens Energy, Inc.  
Dept CH 14429  
60055-4429 Palatine, IL

Bank: The Bank of New York Mellon, 500 Ross St., Pittsburgh, PA 15262, US  
SWIFT: MELNUS3PXXX  
Bank code or NSC: 043000261  
Account No.: 0009040527

Remittance advice to be sent to:  
creditcollections.pg@siemens.com  
Siemens Energy, Inc.  
4400 N. Alafaya Trail, MC Q2-196  
USA

**Valid to:**

June 24, 2022

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2022 Contract Year - Escalation Data		
Pn = Po x (0.35(ln/lo)+0.65(mn/mo)) x (1 + (0.005 x (Yn - Yo)))		
1) Contract Start Baseline		
DESCRIPTION	UNIT OF MEASURE	Po =April 2021 (USD) Contract Values
Annual Maintenance	Each annually	\$544,718
A1 Class Inspection	Per Event	\$41,837
A Class Inspection	Per Event	\$118,967
Lease Engine Usage Fee	Weekly	\$36,515
2) CPI Values ( Indices)		
CPI Categories	CPI Values	Calculated Values
lo December 2020 (PCU333611333611)	230.9	0.366526851
ln March 2022 (PCU333611333611)	241.803	
mo December 2020 (MM22)	116.5	0.792274678
mn March 2022 (MM22)	142	
<b>Sum of the indices Calculated Values</b>		<b>1.15880153</b>
Yn current Year	2022	1.005
Yo (maintenance contract signed)	2021	
<b>Total of the Calculated Values</b>		<b>1.16459554</b>
3) New Contract Values 2022		
DESCRIPTION	UNIT OF MEASURE	New Contract Values Pn = 2022 Contract Year
Annual Maintenance	Each annually	\$634,376
A1 Class Inspection	Per Event	\$48,723
A Class Inspection	Per Event	\$138,548
Lease Engine Usage Fee	Weekly	\$42,525

> 160,804.00

> 187,271.00

187,271.00  
 - 160,804.00  
 -----  
 26,467.00

\*previously paid during long term  
 service agreement per  
 John L.

Quarterly Charge  
\$ 136,179.50

Quarterly Charge  
\$ 158,594.04 16.460%

**Quotation Number:**

VMEU\_037\_r1



**CUSTOMER**

Vineland Municipal Electric Utility  
211 N. West Avenue  
Vineland, NJ 08360  
(856) 794-4000

**SIEMENS CONTACT:**

Viktor De Leon  
1202 W. Sam Houston  
Houston, TX 77043  
Cell: +1-317-294-7091

THIS QUOTE IS VALID TO: 27 June 2022 unless withdrawn

All delivery terms as per LTP Contract

CUSTOMER REFERENCE NUMBER(S): M.A442 / M.A916

Payment Terms: Payment due in 30 days  
from invoice date

To whom it may concern:

Here is our quotation in response to your inquiry requesting the repair/overhaul of the gas fuel metering valve SN# 0287. Please use the quotation number shown at the top of this document in any future correspondence.

Item No.	Description	Qty	UoM	Siemens Energy (Meggitt) Part Number	Unit Price	Total (USD)
1	Gas Fuel Metering Valve (SN# 0287) Repair & Overhaul	1	EA	RRE072209 (C521395-1)	\$ 19,037.10	\$ 19,037.10
<b>TOTAL PRICE</b>						<b>\$ 19,037.10</b>

Note:

1. Siemens Energy reserves the right to adjust the selling price on the basis of a change in the invoice of the OEM.
2. Siemens Energy reserves the right to cancel the order in case Meggitt cannot uphold to the repair.
3. Original Equipment Manufacturer warranty applies.
4. Quotation includes shipping and handling of all parts to customer site.

DATED 5/27/2022

Registered Office: 1202 W Sam Houston Pkwy North, Houston, TX, 77043, USA

**June 2022 Siemens Expenses revised 6/10/2022**

Quote #	Amount	Description
20261179_r3	\$ 141,728.76	Spare parts
20266844	\$ 6,174.86	XM124 modules
N/A	\$ 26,467.00	Spring 2022 Outage Inspection Escalation
N/A	\$ 38,294.65	Controls FSR Support
VMEU_037_r1	\$ 19,037.10	Fuel Metering Valve Repair
<b>TOTAL</b>	<b>\$ 231,702.37</b>	



**June 2022 Siemens Expenses revised 6/10/2022**

<b>Quote #</b>	<b>Amount</b>	<b>Description</b>
20261179_r3	\$ 141,728.76	Spare parts
20266844	\$ 6,174.86	XM124 modules
N/A	\$ 26,467.00	Spring 2022 Outage Inspection Escalation
N/A	\$ 38,294.65	Controls FSR Support
VMEU_037_r1	\$ 19,037.10	Fuel Metering Valve Repair
<b>TOTAL</b>	<b>\$ 231,702.37</b>	

	ST	OT	DT
Ken Cox	64	34.5	2

LABOR	
Ken Cox	\$36,523.75
TOTAL	\$36,523.75
<b>5% Discount</b>	<b>\$34,697.56</b>

PER DIEM		
Ken Cox	9	\$729.00
<b>TOTAL</b>		<b>\$729.00</b>

ACCOMODATION		
Ken Cox	8	\$1,440.00
<b>TOTAL</b>		<b>\$1,440.00</b>

RENTAL CAR		
Ken Cox	9	\$819.00
<b>TOTAL</b>		<b>\$819.00</b>

AIRFARE		COST +15%
Ken Cox	\$ 529.64	\$ 609.09
<b>TOTAL</b>		<b>\$ 609.09</b>

<b>TOTAL INVOICE VALUE</b>	<b>\$38,294.65</b>
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KEN COX										
	12-Apr	13-Apr	14-Apr		25-Apr	26-Apr	27-Apr	28-Apr	29-Apr	30-Apr
	Tue	Wed	Thu		Mon	Tue	Wed	Thu	Fri	Sat
ST	8	8	8		8	8	8	8	8	
OT	4	4	4			4	4	4	4	6.5
PT			1						1	

RATES			
	STD	OT	DT
Representative	\$305.00	\$457.50	\$610.00
Technician	\$223.00	\$334.50	\$446.00
Accomodation	\$180.00		
Per Diem Meals	\$81.00		
Rental Car	\$91.00		

KEN COX										
	12-Apr	13-Apr	14-Apr		25-Apr	26-Apr	27-Apr	28-Apr	29-Apr	30-Apr
	Tue	Wed	Thu		Mon	Tue	Wed	Thu	Fri	Sat
ST	8	8	8		8	8	8	8	8	
OT	4	4	4			4	4	4	4	6.5
PT			1						1	

RATES			
	STD	OT	DT
Representative	\$305.00	\$457.50	\$610.00
Technician	\$223.00	\$334.50	\$446.00
Accomodation	\$180.00		
Per Diem Meals	\$81.00		
Rental Car	\$91.00		