

# **City of Grand Island**

Tuesday, November 14, 2017 Council Session

## Item G-24

### #2017-328 - Approving Purchase of One (1) 2018 Front End Wheel Loader for the Solid Waste Division of the Public Works Department

Staff Contact: John Collins, P.E. - Public Works Director

# **Council Agenda Memo**

| From:         | Jeff Wattier, Solid Waste Superintendent  |
|---------------|---|
| Meeting:      | November 14, 2017   |
| Subject:      | Approving Purchase of One (1) 2018 Front End Wheel<br>Loader for the Solid Waste Division of the Public Works<br>Department |
| Presenter(s): | John Collins PE, Public Works Director  |

#### **Background**

The Solid Waste Division budgeted for one (1) 2018 Front End Wheel Loader in the 2017/2018 FY to replace a 2008 Caterpillar 938H wheel loader, which has approximately 4,800 hours and one (1) 4 cubic yard capacity grapple bucket with Caterpillar Fusion coupler. This loader is a front-line piece of equipment that is utilized on a daily basis for loading transfer trailers hauling solid waste from the transfer station to the landfill for disposal.

#### **Discussion**

The City of Grand Island City Council approved the use of the National Joint Powers Alliance Buying Group (NJPA) with Resolution 2014-326.

To meet competitive bidding requirements, the Solid Waste Division obtained pricing from the NJPA Contract No. 032515-CAT awarded to NMC/Nebraska Machinery Company of Doniphan, Nebraska.

Public Works staff is recommending the purchase of one (1) 2018 Front End Wheel Loader from NMC/Nebraska Machinery Company in the amount of \$253,155.00, accounting for a \$65,500.00 trade-in of the current piece of equipment, the final purchase price is \$187,655.00. NMC/Nebraska Machinery Company does guarantee a purchase back (trade-in) amount for the new piece of equipment, as detailed below.

| 1 year or $1,000$ hours = $$140,000.00$ |
|---|
| 2 year or 2,000 hours = $$129,000.00$   |
| 3 years or $3,000$ hours = $118,000.00$ |
| 4 years or 4,250 hours = \$106,000.00   |



Following is a picture of the 2008 Caterpillar 938H wheel loader with approximately 4,800 operating hours that is to be traded.

### **Alternatives**

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

- 1. Move to approve
- 2. Refer the issue to a Committee
- 3. Postpone the issue to future date
- 4. Take no action on the issue

#### **Recommendation**

City Administration recommends that the Council approve the purchase of one (1) 2018 Front End Wheel Loader for the Solid Waste Division in the amount of \$253,155.00, minus \$65,500.00 trade-in of the current piece of equipment, resulting in the final purchase price of \$187,655.00.

### **Sample Motion**

Move to approve the resolution.

RESOLUTION 2017-328

WHEREAS, the National Joint Powers Alliance Buying Group was utilized to secure competitive bids for one (1) 2018 Front End Wheel Loader for the Solid Waste Division of the Public Works Department; and

WHEREAS, the National Joint Powers Alliance Buying Group Contract No. 032515-CAT was awarded to NMC/Nebraska Machinery Company of Doniphan, Nebraska; and

WHEREAS, the Public Works Department has recommended the purchase of one (1) 2018 Front End Wheel Loader from NMC/Nebraska Machinery Company of Doniphan, Nebraska in the amount of \$253,155.00, minus \$65,500.00 trade-in of the current piece of equipment, resulting in the final purchase price of \$187,655.00.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the purchase of one (1) 2018 Front End Wheel Loader from NMC/Nebraska Machinery Company of Doniphan, Nebraska is hereby approved.

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Adopted by the City Council of the City of Grand Island, Nebraska, November 14, 2017.

Jeremy L. Jensen, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form ¤ \_\_\_\_\_ November 9, 20172 ¤ City Attorney