



City of Grand Island

Tuesday, June 14, 2022

Council Session

Item G-7

#2022-155 - Approving Purchase of 10 CY Dump Truck for the Street Division of the Public Works Department

Staff Contact: Keith Kurz PE, Interim Public Works Director

Council Agenda Memo

From: Shannon Callahan, Street Superintendent

Meeting: June 14, 2022

Subject: Approving Purchase of 10 CY Dump Truck for the Street Division of the Public Works Department

Presenter(s): Keith Kurz PE, Interim Public Works Director

Background

The Streets Division of the Public Works Department has budgeted funds for a new 10 CY Dump Truck for the 2021/2022 fiscal year. Once received, the new dump truck will be replacing an existing unit in the fleet.

Due to lack of new equipment availability and limited production at this time, the new truck is not expected to be scheduled for build out until July of 2023. An existing truck will be offered for trade-in or sold as part of this transaction. The truck offered for trade-in or sale will continue to be utilized by the Streets Division until the new truck arrives. This continued use will add additional wear and increase the hour meter and therefore may affect the value. Also, due to the volatility of the used equipment market the value of the trade-in equipment could vary a good deal with this long lead time. Therefore the trade-in or sale value will be determined once the estimated delivery date is determined.

The existing unit planned for replacement is Unit 222; 2008 Sterling LT7500 with dump body, 6,533 hours, and repair cost to purchase ratio of 1.16. This unit is primarily used for plowing snow and hauling materials, such as broken concrete pavement, dirt, street sweepings, and snow.





Unit 222



Discussion

The specifications for the dump trucks purchased the last few years have included features the City had previously spent time and money installing after the truck is built. This includes flashing & strobe lights and a tarp system that covers the truck box when hauling materials that can blow out of the box (like leaves and street sweepings) and also 44” tall side walls on the truck box. The truck will also come installed with new safety features such as back-up camera. This has been a good option for the Streets Division as there is virtually no down time once the new unit(s) are received and therefore this same method will be used again.

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

To meet competitive bidding requirements, the Streets Division obtained pricing from the Sourcewell Contract No. 060920-NVS awarded to Navistar, Inc.; with Hansen International Truck, Inc. of Grand Island, NE assigned as our authorized dealer.

Per the Sourcewell Contract No. 060920-NVS the price for a new 10 CY dump truck (2024 International HV607 SBA with dump body) that meets the City’s requirements, will be \$144,917.81.

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 a 2024 International HV607 SBA with dump body from Hansen International of Grand Island, NE for a net purchase price of \$144,917.81.

Sample Motion

Move to approve the purchase 2024 International HV607 SBA with dump body from Hansen International of Grand Island, NE for a net purchase price of \$144,917.81.

RESOLUTION 2022-155

WHEREAS, Sourcewell, formerly known as the National Joint Powers Alliance, cooperative purchasing group was utilized to a secure competitive bid for one (1) 10 CY Dump Truck by the Streets Division of the Public Works Department; and

WHEREAS, Sourcewell Contract No. 060920-NVS was awarded to Navistar, Inc. and authorized Hansen International of Grand Island, NE to offer said contract pricing to the City of Grand Island, Nebraska; and

WHEREAS, the Public Works Department has recommended the purchase of a 2024 International HV607 SBA with dump body from Hansen International of Grand Island, NE for a net purchase price of \$144,917.81.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that a purchase order and subsequent payment for a 2024 International HV607 SBA with dump body from Hansen International of Grand Island, NE is hereby approved.

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Adopted by the City Council of the City of Grand Island, Nebraska, June 14, 2022.

Roger G. Steele, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☒ _____
June 10, 2022	☒ City Attorney