

City of Grand Island

Tuesday, October 08, 2002 Council Session

Item G25

#2002-316 - Approving Bid Award for Boom Truck and Crane

Background:

Specifications were prepared and advertised in accordance with the City purchasing procedures for a boom truck and crane. Specifications were also mailed to potential bidders. Bids were publicly opened on September 12, 2002. Two bids were received.

The truck and crane were bid as a unit to assure the truck would be compatible with the crane that will be mounted. Both bidders contacted local and area truck dealers for pricing. Teague bid a truck from Hansen International of Grand Island. National bid a truck from an Omaha dealer.

Discussion:

The specifications included an optional price for a personnel platform. At present, the utility's line construction equipment cannot reach to the top of some of the taller 115kV transmission line towers. This unit, which is used to lift and set large pad mounted transformers, has a longer boom, so a platform option was requested with the bid. But because the bids came in above the engineer's estimate of \$200,000, this option was deleted from the bids.

The bid from Teague Equipment included a chassis acquisition fee of \$1,826.00. This fee may be waived if the truck chassis is purchased directly from Hansen International and ''drop shipped'' to the crane manufacturing plant. The truck chassis is a Diamond SPEC International.

Both bidders meet the specifications without major exceptions. Bid tabulation is as follows:

Boom Truck & Crane - Manufacturer & Model: Teague Equipment Company/Terex Stinger 60200. Total Bid: \$207,209.00. Personnel Platform Option: -\$6,745.00. Drop Ship Option: -\$1,826.00. Evaluated Total: \$198,638.00. National Crane/National Series 1100. Total Bid: \$258,858.00. Personnel Platform Option: -\$17,030.00. Evaluated Total: \$241,828.00.

Recommendation:

It is the recommendation of the Utilities Department that the award be made to the low bidder, Teague Equipment of Denver, Colorado, with the truck chassis purchased directly from Hansen International of Grand Island, Nebraska. The costs would be \$107,342.00 to Teague Equipment and \$91,296 to Hansen International for a total award of \$198,638.00, which is less than the engineer's estimate of \$200,000.00.

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Fiscal Effects:

Expenditure of \$198,638.00 from Electric Fund 520. This equipment is included in the '02-'03 budget. Sufficient funds are available.

Alternatives:

Award to the higher bidder. See attached RESOLUTION.

Staff Contact: Gary R. Mader; Dale Shotkoski

City of Grand Island City Council

Purchasing Division of Legal Department INTEROFFICE MEMORANDUM



Dale M. Shotkoski, Assistant City Attorney

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BID OPENING

BID OPENING DATE: September 12, 2002 at 11:00 a.m.

FOR: Boom Truck

DEPARTMENT: Utilities

ENGINEER'S ESTIMATE: \$200,000.00

FUND/ACCOUNT: 520/Enterprise

PUBLICATION DATE: August 16, 2002

NO. POTENTIAL BIDDERS:

SUMMARY

Bidder: Wick's Sterling Trucks, Inc. Teague Equipment Company

Omaha, NE Phoenix, AZ

Bid Security: The American Institute of Architects \$10,360.45

Exceptions: NOTED NOTED

Bid Price: \$258,858.00 \$207,209.00

cc: Robert H. Smith, Assistant Utilities Director

RaNae Edwards, City Clerk Dale Shotkoski, Purchasing Agent Laura Berthelsen, Legal Assistant

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RESOLUTION 2002-316

WHEREAS, the City of Grand Island invited sealed bids for Boom Truck & Crane for the Underground Division, according to plans and specifications on file with the Utilities Administration; and

WHEREAS, on September 12, 2002, bids were received, opened and reviewed; and

WHEREAS, all bids were over the estimated cost of the project; and

WHEREAS, as a result, the optional personnel platform was deleted from the bids; and

WHEREAS, Teague Equipment Company of Denver, Colorado, submitted a bid in accordance with the terms of the advertisement of bids and plans and specifications and all other statutory requirements contained therein, such adjusted bid being in the amount of \$200,464.00; and

WHEREAS, Teague Equipment Company bid included a chassis acquisition fee of \$1,826.00 which could be waived if the truck chassis is purchased directly from Hansen International and "drop shipped" to the crane manufacturing plant further reducing Teague Equipment's bid to \$198,638.00; and

WHEREAS, Teague Equipment Company's adjusted bid is less than the estimate for such project.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the adjusted bid of Teague Equipment Company of Denver, Colorado, in the amount of \$198,638.00 for boom truck and crane is hereby approved as the lowest responsive bid.

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Adopted by the City Council of the City of Grand Island, Nebraska on October 8, 2002.

RaNae Edwards, City Clerk

Approved as to Form