



City of Grand Island

Tuesday, October 12, 2004

Council Session

Item G19

#2004-259 - Approving Bid Award for a Landfill Compactor

Staff Contact: Steven P. Riehle, P.E., Public Works Director

Council Agenda Memo

From: Steven P. Riehle, P.E., Director of Public Works

Meeting: October 12, 2004

Subject: Approving Bid Award for a Landfill Compactor

Item #'s: G-19

Presenter(s): Steven P. Riehle, P.E., Director of Public Works

Background

On August 30, 2004 the Solid Waste Division of the Public Works Department advertised for bids for One (1) Landfill Compactor. We developed specifications for a new unit that would best meets our needs based on our previous operational experience

Discussion

Three bids were received and opened on September 15, 2004. The Solid Waste Division of the Public Works Department and the Purchasing Division of the City Attorney's Office reviewed the bids that were received. The bids were also reviewed by a team of the following managers: Public Works Director, Assistant Public Works Director, Solid Waste Superintendent, Wastewater Operations Engineering Superintendent, Street Superintendent, and the Fleet Services Superintendent.

The bid submitted by Al-Jon Inc. met all specifications except the delivery date. The Al-Jon bid allowed use to use the existing machine until a new one would be delivered. The team recommended that the bid including extended warranty be awarded to Al-Jon. The team believes that the Cities Fleet Services mechanics can perform the lubrication and maintenance work (primarily fluid changes) for less than the Al-Jon bid and therefore recommends that Option 1 – Lubrication and Maintenance Agreement not be awarded.

The estimate for the compactor was \$450,000.00. There are sufficient funds in Account No. 50530043-85615 to fund this purchase.

Alternatives

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

1. Approve acquisition of the Landfill Compactor.
2. Disapprove or/Deny the acquisition.
3. Modify the terms to meet the wishes of the Council.
4. Table the issue, however, the contractor may withdraw their bid if there is not a contract awarded within 45 days of bid opening.

Recommendation

City Administration recommends that the Council approve the acquisition and pass a resolution authorizing the Mayor to issue a purchase order to Al-Jon Inc., of Ottumwa, IA for a total bid price of \$391,000.

Sample Motion

Move to approve the acquisition of the Landfill Compactor from Al-Jon Inc.

Purchasing Division of Legal Department
INTEROFFICE MEMORANDUM



Dale M. Shotkoski, Assistant City Attorney

*Working Together for a
Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: September 15, 2004 at 11:00 a.m.

FOR: Landfill Compactor

DEPARTMENT: Public Works

ESTIMATE: \$450,000.00

FUND/ACCOUNT: 50530043-85615

PUBLICATION DATE: August 30, 2004

NO. POTENTIAL BIDDERS: 3

SUMMARY

Bidder:	<u>Al-Jon, Inc.</u> Ottumwa, IA	<u>Nebraska Machinery Company</u> Grand Island, NE
Bid Security:	Employers Mutual Casualty Co.	Fidelity & Deposit Company
Exceptions:	None	Noted
Base Bid Price:	\$378,750.00	\$403,013.00
Extended Warranty:	<u>12,250.00</u>	<u>Included</u>
Total Bid Price:	\$391,000.00	\$403,013.00
Option One:	\$ 48,885.00	Included
Total Bid + Option:	\$439,885.00	\$403,013.00
Delivery Date:	45 Days from Order Date	Week of November 12, 2004

Bidder: Road Builders
Bid Security: Grand Island, NE
Exceptions: Fidelity & Deposit Company
Noted on all 3 bids

	<u>Bid #1</u>	<u>Bid #2</u>	<u>Bid #3</u>
Base Bid Price:	\$403,979.00	\$456,854.00	\$464,655.00
Extended Warranty:	<u>30,115.00</u>	<u>30,115.00</u>	<u>30,115.00</u>
Total Bid Price:	\$434,094.00	\$486,969.00	\$494,770.00
Option One:	\$ 27,400.00	\$27,400.00	\$24,700.00
Total Bid + Option:	\$461,494.00	\$514,369.00	\$519,470.00
Delivery Date:	30 – 60 Days	120 – 150 Days	120 – 150 Days

cc: Steve Riehle, Public Works Director
Gary Greer, City Administrator
Laura Berthelsen, Legal Assistant

Bud Buettner, Assistant Public Works Director
Dale Shotkoski, Purchasing Agent

P937

R E S O L U T I O N 2004-259

WHEREAS, the City of Grand Island invited sealed bids for one 81,000 Pound Landfill Compactor, according to plans and specifications on file with the City Engineer; and

WHEREAS, on September 15, 2004, bids were received, opened and reviewed; and

WHEREAS, Al-Jon, Inc. of Ottumwa, Iowa, 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 bid being in the amount of \$391,000.00; and

WHEREAS, Al-Jon, Inc.'s bid is less than the estimate for such equipment.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Al-Jon, Inc. of Ottumwa, Iowa, in the amount of \$391,000.00 for one 81,000 pound landfill compactor is hereby approved as the lowest responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, October 12, 2004.

RaNae Edwards, City Clerk