



City of Grand Island

Tuesday, December 18, 2007

Council Session

Item G20

#2007-329 - Approving Bid Award for One (1) 2008 Four Wheel Drive Front End Loader (Solid Waste Division)

Staff Contact: Steve Riehle, City Engineer/Public Works Director

Council Agenda Memo

From: Steven P. Riehle, Public Works Director

Meeting: December 18, 2007

Subject: Approving Bid Award for One (1) 2008 Four Wheel Drive Front End Loader (Solid Waste Division)

Item #'s: G-20

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

Background

On November 10, 2007 the Solid Waste Division of the Public Works Department advertised for a 31,000 Pound Four Wheel Drive Front End Loader. Funds for the loader were in the approved 2007/2008 budget.

Discussion

Bids were received and opened on December 4, 2007. The Solid Waste Division of the Public Works Department and the Purchasing Division reviewed the bids that were received. The loader bid by Nebraska Machinery of Doniphan, NE meets all of the specifications and based on an anticipated 4 year ownership, is the machine with the lowest net cost of ownership. Neither of the qualifying bidders noted any exceptions.

Bidder	Base Price	Trade In	Repurchasing Agreement	Net Cost of Ownership
Nebraska Machinery of Doniphan, NE	\$197,045.00	\$85,000.00	4 yrs or 4,000 hrs = \$96,500.00	\$15,545.00
Murphy Tractor & Equipment Co. of Grand Island, NE	\$191,500.00	\$88,500.00	4 yrs or 4,000 hrs = \$85,000.00	\$18,000.00
Mid Land Equipment Co. of Lincoln, NE	\$158,473.00	\$79,000.00	4 yrs or 4,000 hrs = \$85,000.00	Does not meet specifications

*Mid Land Equipment Co. of Lincoln, NE submitted a bid that did not meet the specifications.

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 the Four Wheel Drive Front Loader from Nebraska Machinery.

Sample Motion

Motion to approve purchase of the Four Wheel Drive Front Loader from Nebraska Machinery.

Purchasing Division of Legal Department
INTEROFFICE MEMORANDUM



Wes Nespor, Assistant City Attorney

*Working Together for a
Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: December 4, 2007 at 11:00 a.m.

FOR: (1) 2008 31,000 lb. 4 Wheel Drive Front End Loader

DEPARTMENT: Public Works

ESTIMATE: \$230,000.00

FUND/ACCOUNT: 50530040-85615

PUBLICATION DATE: November 10, 2007

NO. POTENTIAL BIDDERS: 5

SUMMARY

Bidder:	<u>Murphy Tractor & Equipment Co.</u>	<u>Nebraska Machinery</u>
	Grand Island, NE	Doniphan, NE
Bid Security:	Sentry Select Insurance Company	Western Surety Company
Exceptions:	None	None
Base Price:	\$191,500.00	\$197,045.00
Trade-In:	\$ 88,500.00	85,000.00

Repurchasing Agreement:		
2 yrs or 2,000 hrs:	\$110,000.00	\$119,350.00
3 yrs or 3,000 hrs:	95,000.00	107,350.00
4 yrs or 4,000 hrs:	85,000.00	96,500.00

Bidder:	<u>Mid Land Equipment Co.</u>
	Lincoln, NE
Bid Security:	\$8,000.00
Exceptions:	Noted
Base Price:	\$158,473.00
Trade-In:	79,000.00

Repurchasing Agreement:	
2 yrs or 2,000 hrs:	\$115,000.00

3 yrs or 3,000 hrs: 100,000.00
4 yrs or 4,000 hrs: 85,000.00

cc: Steve Riehle, Public Works Director
Jeff Wattier, Solid Waste Supt.
Jeff Pederson, City Administrator
Wes Nespor, Assist. City Attorney

Bud Buettner, Assist. PW Director
Catrina Delosh, PW Admin. Assist.
Dale Shotkoski, City Attorney
Sherry Peters, Legal Secretary

P1205

RESOLUTION 2007-329

WHEREAS, the City of Grand Island invited sealed bids for a 2008 Model 31,000 pound Four Wheel Drive Front End Loader, according to plans on file with the Public Works Department; and

WHEREAS, on December 4, 2007, bids were received, opened and reviewed; and

WHEREAS, Nebraska Machinery of Doniphan, Nebraska, submitted a bid in accordance with the terms of the advertisement of bids and specifications and all other statutory requirements contained therein, at a base price of \$197,045.00, with a trade-in of \$85,000.00 and a Repurchasing Agreement in the amount of \$96,500.00, for a net cost of ownership being \$15,545.00; and

WHEREAS, the bid of Nebraska Machinery is less than the estimate for the 2008, Model 31,000 pound Four Wheel Drive Front End Loader.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Nebraska Machinery of Doniphan, Nebraska, at a base price of \$197,045.00, with a trade-in of \$85,000.00 and a Repurchasing Agreement in the amount of \$96,500.00, for a net cost of ownership of \$15,545.00 for a 2008, Model 31,000 pound Four Wheel Drive Front End Loader is hereby approved as the lowest responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, December 18, 2007.

Margaret Hornady, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
December 13, 2007	☐ City Attorney