



City of Grand Island

Tuesday, November 10, 2015

Council Session

Item G-12

#2015-306 - Approving Bid Award for One (1) 2016 35,000 Pound Four Wheel Drive Front End 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 10, 2015

Subject: Approving Bid Award for One (1) 2016 35,000 Pound Four Wheel Drive Front End Loader for the Solid Waste Division of the Public Works Department

Presenter(s): John Collins PE, Public Works Director

Background

On October 21, 2015 the Solid Waste Division of the Public Works Department advertised for bids for one (1) 2016 35,000 Pound Four Wheel Drive Front End Loader.

Discussion

One (1) bid was received and opened on November 4, 2015. The Solid Waste Division of the Public Works Department and the Purchasing Division of the Attorney's Office have reviewed the bid that was received. The bid by NMC of Doniphan, NE meets all of the specifications. This loader is a front-line piece of equipment that is utilized on a daily basis at the transfer station. Funds were budgeted for Fiscal Year 2015/2016 and are available in Account No. 50530040-85615. A summary of the bid is shown below.

<i>BIDDER</i>	<i>BASE PRICE</i>	<i>REPURCHASING AGREEMENT</i>	<i>Net Cost of Ownership</i>
NMC of Doniphan, NE	\$236,623	4 years/4,250 hours = \$115,000	\$121,623

This machine will simply replace the 2012 model loader that is being sold back to NMC in the amount of \$118,000. This is the amount guaranteed by NMC from the purchase of the machine back in 2012 from the total cost of ownership bid process that we typically use to evaluate the most favorable bid when purchasing equipment. A picture of the machine that we are selling back to NMC is shown below.



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) 2016 35,000 Pound Four Wheel Drive Front End Loader from NMC of Doniphan, NE in the amount of \$236,623 with a guaranteed repurchase agreement of \$115,000.

Sample Motion

Move to approve the resolution.



Stacy Nonhof, Purchasing Agent

*Working Together for a
Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: November 4, 2015 at 2:15 p.m.
FOR: (1) 2016 35,000 lb 4-Wheel Drive Front End Loader
DEPARTMENT: Public Works
ESTIMATE: \$122,000.00
FUND/ACCOUNT: 50530040-85615
PUBLICATION DATE: October 21, 2015
NO. POTENTIAL BIDDERS: 3

SUMMARY

Bidder: NMC, Inc.
Doniphan, NE
Bid Security: Travelers Casualty & Surety Co.
Exceptions: None

Bid Price: \$236,623.00
Trade-In: \$118,000.00

Repurchasing Agreement:
1 yr or 1,000 hrs. \$149,000.00
2 yrs or 2,000 hrs. \$135,000.00
3 yrs or 3,000 hrs. \$125,000.00
4 yrs or 4,250 hrs. \$115,000.00

Delivery Date: 12 to 15 weeks

cc: John Collins, Public Works Director
Marlan Ferguson, City Administrator
Stacy Nonhof, Purchasing Agent

Catrina DeLosh, PW Admin. Assist.
William Clingman, Interim Finance Director
Jeff Wattier, Solid Waste Supt.

P1849

RESOLUTION 2015-306

WHEREAS, the City of Grand Island invited sealed bids for one (1) 2016 35,000 Pound Four Wheel Drive Front End Loader for the Solid Waste Division of the Public Works Department, according to specifications on file with the Public Works Department; and

WHEREAS, on November 4, 2015 bids were received, opened and reviewed; and

WHEREAS, NMC 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, such bid being in the amount of \$236,623.00; and

WHEREAS, the bid from NMC is considered fair and reasonable for such item; and

WHEREAS, NMC guaranteed a repurchase price of \$115,000, as part of their bid, in four (4) years with no more than 4,250 hours for such piece of equipment.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of NMC of Doniphan, Nebraska in the amount of \$236,623.00 for one (1) 2016 35,000 Pound Four Wheel Drive Front End Loader is hereby approved as the lowest responsive and responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, November 10, 2015.

Jeremy L. Jensen, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
November 6, 2015	☐ City Attorney