



City of Grand Island

Tuesday, January 24, 2012

Council Session

Item G7

**#2012-19 - Approving Bid Award for One (1) 2012 Four Wheel
Drive Front End Loader for the Solid Waste Division**

Staff Contact: John Collins, Public Works Director

Council Agenda Memo

From: Jeff Wattier, Solid Waste Superintendent

Meeting: January 24, 2012

Subject: Approving Bid Award for One (1) 2012 Four Wheel Drive Front End Loader (Solid Waste Division)

Item #'s: G-7

Presenter(s): John Collins, P.E., Public Works Director

Background

On December 30, 2011 the Solid Waste Division of the Public Works Department advertised for a 2012 Model 35,000 Pound Four Wheel Drive Front End Loader. Funds for the loader are in the approved 2011/2012 budget.

Discussion

One (1) bid was received and opened on January 12, 2012. The Solid Waste Division of the Public Works Department and the Purchasing Division reviewed the bid that was received. The loader bid by Nebraska Machinery of Doniphan, NE meets all of the specifications. This loader is a front-line piece of equipment that is utilized on a daily basis for pushing and loading solid waste at the Transfer Station for transport to the Landfill for disposal.

This machine will simply replace the 2000 model loader that is being traded in with this purchase. The 2000 model year loader that is being traded is twelve years old and has 6,300 operating hours of use. The machine is in need of new tires, which would cost \$8,000 - \$10,000 and several other major repairs are needed due to years of severe use in Transfer Station and Landfill operations.

Bidder	Base Price	Trade-In	Repurchasing Agreement	Net Cost of Ownership
Nebraska Machinery of Doniphan, NE	\$252,408	\$33,875	4 yrs or 4,000 hrs = \$118,000	\$100,533

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 End Loader from Nebraska Machinery of Doniphan, NE for the net cost of \$218,533 with a guaranteed repurchase agreement of \$118,000.

Sample Motion

Move to approve the purchase of the Four Wheel Drive Front End Loader from Nebraska Machinery of Doniphan, NE for the net cost of \$218,533 with a guaranteed repurchase agreement of \$118,000.

Purchasing Division of Legal Department
INTEROFFICE MEMORANDUM



Jason Eley, Purchasing Agent

*Working Together for a
Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: January 12, 2012 at 2:00 a.m.

FOR: (1) 2012 35,000 lb 4-Wheel Drive Front End Loader

DEPARTMENT: Public Works

ESTIMATE: \$265,000.00

FUND/ACCOUNT: 50530040-85615

PUBLICATION DATE: December 30, 2011

NO. POTENTIAL BIDDERS: 4

SUMMARY

Bidder: NMC, Inc.
Doniphan, NE

Bid Security: Travelers Casualty & Surety

Exceptions: None

Bid Price: \$252,408.00

Trade-In: \$ 33,875.00

Repurchase:

1 yr or 1,000 hrs.	\$151,000.00
2 yr or 2,000 hrs.	\$136,000.00
3 yr or 3,000 hrs.	\$126,000.00
4 yr or 4,000 hrs	\$118,000.00

cc: John Collins, Public Works Director
Jason Eley, Purchasing Agent
Mary Lou Brown, City Administrator

Catrina DeLosh, PW Admin. Assist.
Jeff Wattier, Solid Waste Supt.

RESOLUTION 2012-19

WHEREAS, the City of Grand Island invited sealed bids for one (1) 2012 Model 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 January 12, 2012 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, such bid being in the net amount of \$218,533.00; and

WHEREAS, Nebraska Machinery's bid is fair and reasonable for such item.

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 in the net amount of \$218,533.00 for one (1) 2012 Model 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, January 24, 2012.

Jay Vavricek, Mayor

Attest:

RaNae Edwards, City Clerk