



AGENDA ITEM SUMMARY FORM

MEETING DATE: November 14, 2023

PREPARED BY: Phillip Conner, Finance Director

AGENDA CONTENT: Discussion and possible action on approving the authorization of the Public Works department to purchase heavy equipment and approving Resolution No. 20231114-022 authorizing the City Manager to enter into a financing agreement with Government Capital Corporation for the purpose of purchasing the equipment.

AGENDA ITEM SECTION: Regular Agenda

BUDGETED AMOUNT: N/A **FUNDS REQUESTED:** N/A

FUND: N/A

EXECUTIVE SUMMARY:

Our current Gradall was purchased in 2007. Public Works has begun looking at options for replacement of this aged piece of equipment. The Gradall has been a standard for many years, but these machines are created to compete with the Gradall. \$454,126.63 is the total price for the 2 machines, while the single Gradall would cost \$511,993.74. After acquiring pricing, and demonstrations of machinery, we have concluded that we should purchase these 2 pieces of equipment versus a Gradall. This purchase would provide us with more versatility in the department. We would have new equipment with better functionality and expand our equipment inventory. These pieces of equipment also operate similarly to our current track hoes. Gradall has a unique operating system that few have the skill to operate. These new options would allow many of current equipment operators to use this equipment, further increasing versatility. In the attached quotes there is pricing along with the financing option the company provides.

Below are the links to a couple of quick videos to these pieces of equipment.

<https://www.youtube.com/watch?v=VPgl4z-xTRk>

<https://www.youtube.com/watch?v=BiiyCcak46Y>

This agenda item authorizes the City Manager to sign a financing agreement with Government Capital Corporation for the purchase of equipment for the Public Works Department. The first payment on this agreement will not be due until one year after the paperwork is signed.

RECOMMENDATION:

Staff recommends replacing our current aged Gradall with a new piece of equipment, purchasing these 2 pieces of equipment showcased and recommends that the City Council authorize the City Manager to sign the financing agreement with Government Capital for the purchase of equipment for Public Works.