

2024 AGENDA ITEM

Utility Commission Meeting Date: 11/7/2024

ITEM: Rental of John Deere 624P for 2025 w/ intent to Purchase in 2026 via CIP for WWTP

DETAILED DESCRIPTION OF SUBJECT MATTER:

Mid-State Equipment has provided the Utility with three options for acquiring a wheel loader for the WWTP to be used for sludge processing.

As requested from the October 17th meeting, a quote was procured from Mid-State Equipment for the lease of a John Deere 624P Wheel Loader tag # 169434 for \$32,000 for the year 2025 or two payments (one every six months of \$16,000.) This unit has 38 total hours, Full Manufacturer Warranty until September 27,2026 or 3,000hrs, and will be available for our purchase in 2026 with the Capital Project for \$252,000. The Project had previously budgeted for a used unit @ \$300,000, which the price was lowered as we have this offer in place.

LIST ALL SUPPORTING DOCUMENTATION ATTACHED:

1. Rental with intent to Purchase of used John Deere 624 P wheel loader tag # 169434 for \$16,000 every 6 months, and purchase Jan 4, 2026 for \$252,000.

ACTION REQUESTED OF COMMISSION:

Review, discuss, and approve lease of John Deere 624 P wheel loader for \$16,000/six months, with intent to purchase in 2026.