



City of Ketchum
City Hall

April 17, 2020

Mayor Bradshaw and City Councilors
City of Ketchum
Ketchum, ID 83340

Mayor Bradshaw and City Councilors:

**Recommendation to approve Purchase Order 20465
For a Roller**

Recommendation and Summary

Staff is recommending the council approve Purchase Order 20465 with GMW Equipment LLC for the purchase of a roller and adopt the following motion:

"I move to approve Purchase Order 20465 for \$27,950.00 with GMW Equipment and authorize the Mayor to sign the PO."

The reasons for the recommendation are as follows:

- The City of Ketchum maintains its streets using a chip seal process each summer.
- The City of Ketchum does not have all necessary equipment in-house and the availability of equipment has adversely impacted the ability to perform required maintenance in a timely manner.

Introduction and History

The City of Ketchum Streets and Facilities Maintenance Department applies a mixture of hot oil and small-sized gravel ("chip seal") to City streets each summer as part of its normal state of good repair work. The work consists of an outside vendor applying the hot oil to the roadway followed by city crews laying the gravel ("chips") over it. After application of the chips, the roadway is typically rolled to ensure adherence of the chips to the oil.

The City of Ketchum has historically used equipment from neighboring jurisdictions or rental companies for the chip seal process. The availability of equipment in recent years has adversely impacted the City's ability to perform the necessary state of good repair work in a timely manner. To ensure staff's ability to perform the work, the Ketchum City Council approved purchase of a refurbished chip spreader during its March 5, 2018, meeting.

Analysis

Due to the high demand for the specialized equipment during the summer construction season, and complexity of scheduling third-party equipment and vendors, the Streets Department has recently investigated the procurement of necessary equipment to ensure the work can proceed as needed.

The Streets Department has identified a suitable piece of equipment from GMW Equipment LLC. Pursuant to Idaho Statute section 67-2803(8), which is incorporated into the City purchasing procedures, the procurement of used personal property is exempt from certain procurement requirements and direct purchase of suitable equipment is allowed. Since the chip spreader purchase, the roller is the last piece of unowned equipment necessary to do the work and annual rental is approximately \$2,500, representing an 11-year payback period. The City expects the equipment to last more than that time.

Sustainability Impact

The procurement of a used piece of equipment will prolong the life of such equipment and eliminate the resources associated with transporting rental equipment to the valley.

Financial Impact

The Streets Department will fund the purchase using savings from the professional services account associated with snow removal.

Attachments

- Attachment A: Purchase Order 20462
- GMW Equipment Invoice



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City Hall

Purchase Order

Number: 20465
Date: 4/20/2020

Vendor: GMW Equipment LLC
650 E Expressway 83
San Juan TX 78589

Quote Ref: 1681

Quantity	Item # / SKU	Description	Item Cost (\$)	Total Cost (\$)
1	Dynapac CP 142 Roller	S/N 2163BR2442	25,000	25,000
1	Delivery to Ketchum ID	FOB Ketchum	2,950	2,950
			Total	\$ 27,950

The City of Ketchum is a tax-exempt political subdivision of the State of Idaho.

Please confirm this City of Ketchum Purchase Order with Grant Gager, Director Finance & Internal Services, at ggager@ketchumidaho.org or (208) 726-3841.

Please Ship Above Listed Items to:

City of Ketchum
Attn: Brian Christiansen
210 Tenth Street
Box 2315
Ketchum, ID 83340

Order Submitted By:

Neil Bradshaw

GMW Equipment LLC
650 E Expressway 83
San Juan, TX 78589 US
gmwequipment@gmail.com



INVOICE

BILL TO

City of Ketchum
480 East Ave N
Ketchum, ID 83340
United States

SHIP TO

City of Ketchum
480 East Ave N
Ketchum, ID 83340
United States

INVOICE # 1681

DATE 03/30/2020

DUE DATE 03/30/2020

TERMS Due on receipt

ACTIVITY	QTY	RATE	AMOUNT
Dynapac CP142 Roller SN#2163BR2442	1	25,000.00	25,000.00
Sales			2,950.00
Delivery to Ketchum, ID			
No Sales Tax: Government			

ALL EQUIPMENT IS SOLD AS-IS. WE APPRECIATE YOUR
PROMPT PAYMENT.

BALANCE DUE

\$27,950.00