



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, July 28, 2020
Category:	TABLED ITEMS
Type:	ACTION
Subject:	Consider Award of Bids for Street Sweeper for the Street Department.
Background Information:	<p>The City opened bids on July 10, 2020 for replacement Dump Box, Plow and Wing for Street Department. This is a replacement of the existing 2015 Elgin Pelican street sweeper. The bid tabulation is attached.</p> <p>At the July 14, 2020 City Council meeting, Council requested city staff to consider keeping the 2015 Elgin Pelican street sweeper instead of trading it in for \$68,200. By keeping the 2015 sweeper, the city is afforded redundancy with operations, the city may run two machines in tandem during early spring and fall time when demand is high, and the city could defer future street sweeper replacements by spreading machine time between two sweepers.</p> <p>At their meeting on July 14, 2020, the City Council tabled action on this item to the July 28, 2020 meeting to allow for staff to review the Surface Water Management Utility budget to ensure that the fund could absorb the additional \$68,200 cost of not trading in the sweeper. After reviewing the budget, it has been determined that this purchase could be financed by utilizing Surface Water Management Fund reserves.</p>
Fiscal Impact:	<p>Recommendation No. 2: The total cost of purchasing the new street sweeper is \$240,259. The approved 2020 Capital Equipment budget included \$180,000 for the purchase of this unit from the Surface Water Management Utility fund. City staff has reviewed the Surface Water Management Utility budget and determined that the additional \$60,259 cost above the budgeted \$180,000 can be absorbed by accessing Surface Water Management Utility reserves.</p> <p>Alternative/Variations: The total net cost is \$172,059.00. The approved 2020 Capital Equipment budget included \$180,000 for the purchase of this unit from the Surface Water Management Utility fund.</p>
Alternative/ Variations:	that the Council authorize the purchase of a new 2020 Elgin Pelican NP Dual Street Sweeper for the Street Department from MacQueen Equipment of St. Paul, Minnesota, in the amount of \$172,059.00. This price reflects \$68,200.00 trade-in for the existing 2015 Elgin Pelican street sweeper.
Recommendations:	<p><u>Recommendation No. 1</u> that the Council remove the item from the table.</p> <p><u>Recommendation No. 2</u> that the Council authorize the purchase of a new 2020 Elgin Pelican NP Dual Street Sweeper for the Street Department from MacQueen Equipment of St. Paul, Minnesota, in the amount of \$240,259. The current 2015 Elgin Pelican street sweeper will be retained by the City Street Department and will be used to supplement city street sweeping operations.</p>

