



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, September 10, 2019
Category:	AWARD OF BIDS
Type:	ACTION
Subject:	Award of Bids for Motor Grader for Street Department.
Background Information:	<p>The City opened bids on September 4, 2019 for a replacement motor grader for the Street Department. The bid tabulation is attached.</p> <p>Staff has reviewed all the bids and recommend approval of the 2019 John Deere 622GP Motor Grader (with joy stick controls) from RDO Equipment of Marshall, Minnesota. This unit meets all minimum specifications.</p> <p>RDO also bid a unit without joy stick controls for \$17,015.00 less, but staff feels the additional expense will provide a more comfortable, user-friendly unit for the department.</p> <p>All other units bid did not meet minimum specifications.</p> <p>The existing 1984 CAT 140 Motor Grader (approximately 13,000 hours) will be listed on Purple Wave auction with an estimated value of \$30,000.00.</p>
Fiscal Impact:	The approved 2019 Street Department budget included \$260,000 for the purchase of a replacement motor grader from the Capital Equipment Fund (#401-60211-5550).
Alternative/Variations:	No alternative actions recommended.
Recommendations:	that the Council authorize the purchase of a new 2019 John Deere 622GP Motor Grader with Wing for the Street Department from RDO Equipment of Marshall, Minnesota in the amount of \$280,756.00, and declare the existing 1984 CAT 140 Motor Grader as surplus equipment.