

**CITY OF MARSHALL
AGENDA ITEM REPORT**

Presenter:	Jason Anderson
Meeting Date:	Tuesday, June 11, 2024
Category:	CONSENT AGENDA
Type:	ACTION
Subject:	Consider Resolution Authorizing Execution of MnDOT Grant Agreement No. 1057208 (S.P. A4201-111) for Airport Tractor/Loader Purchase
Background Information:	<p>In May 2024, the City received a MnDOT equipment grant offer for a 70-30 cost split of a Tractor/Loader for use at the Airport.</p> <p>At the 05/28/2024 meeting, City Council authorized City staff to submit a grant request letter to MnDOT for the purchase of a 2024 Case Maxxum 150 tractor and a Case L115 loader from Titan Machinery of Marshall, Minnesota, with a total machine cost of \$196,580.76, less a trade-in of \$51,240 for our current machine, resulting in a total outlay of \$145,340.76.</p> <p>City staff submitted the attached grant request packet to MnDOT dated 05/29/2024. Per the grant offer, the City was required to return a grant request letter by 05/31/2024.</p> <p>Prior to purchasing the unit, the City must execute the included Resolution that authorizes the City to enter into the State grant agreement. The grant agreement and resolution are included in the Council packet for review.</p> <p>Per MnDOT, the trade-in unit was previously purchased at 60-40 cost split (not 70-30) in the amount of \$50,767.78 (State \$30,460.67 / Local \$20,307.11). Therefore, the total cost participation amounts have been revised from State \$101,738.53/Local \$43,602.23 to State \$107,145.86/Local \$38,194.90.</p>
Fiscal Impact:	Total machine cost of \$196,580.76, less a trade-in of \$51,240 for our current machine, resulting in a total outlay of \$145,340.76. The new unit will be split 70-30 with MnDOT (State \$137,606.53 / Local \$58,974.23), and the trade-in will be split (State \$30,460.67 (max based on 60% participation of original \$50,767.78 purchase price) / Local \$20,779.33), resulting in total participation of State \$107,145.86 / Local \$38,194.90.
Alternative/ Variations:	No alternative actions recommended.
Recommendations:	that the Council adopt RESOLUTION 24-062, which is the Resolution of Authorization to Execute MnDOT Grant Agreement No. 1057208 (S.P. A4201-111) for Airport Improvement Excluding Land Acquisition for Airport purchase of a new 2024 Case Maxxum 150 with L115 loader from Titan Machinery of Marshall, Minnesota, with a total machine cost of \$196,580.76, less a trade-in of \$51,240 for our current machine, resulting in a total outlay of \$145,340.76, resulting in total participation of State \$107,145.86 / Local \$38,194.90.