



06/12/2024

Memorandum

To: Steve Giesbrecht, Borough Manager
Cc: Mayor Jensen and Members of the Borough Assembly
From: Chris Cotta, Public Works Director
Re: Public Works #64 Replacement

The FY24 approved Borough budget includes \$250,000 for replacement of Public Works #64 dump truck (copy of FY24 Motor Pool Replacement Memo attached for reference).

RWC Group has supplied a quote of \$243,958.22 for a new International HX620 with dump body (quote attached). This pricing was supplied through Sourcewell, which is a purchasing cooperative that serves many government entities and utilizes pre-bid equipment contracts. Borough code allows this type of purchasing process, as follows:

Code Section 4.04.040 (Exceptions to Bidding), Section G States: When it is advantageous to the borough to enter into a contract with a bidder for the same supplies or services such bidder is providing another Alaskan local government, the state of Alaska, a cooperative purchasing association composed of government agencies, or the United States, where such supplies, equipment or services are being provided to the other governmental unit or association on the basis of competitive bids submitted; and where the borough contract is on substantially the same terms as those bid; or to contract with or through such other governmental unit or association so that the benefit of the responsible bid accrues to the borough;

This proposed vehicle replacement adheres to Borough purchasing code and the cost is under the amount budgeted. Payment for the vehicle will be taken from the Streets Dept's Motor Pool reserves, which are currently in excess of \$1.5M dollars. The truck being retired will be surplus after the new truck is placed in service and any amount received from the sale will be used to offset the cost of the new unit.

For the preceding reasons, Public Works recommends award of this vehicle purchase to RWC Group in the amount of \$243,958.22. If you agree with this recommendation, please forward it to the Borough Assembly for consideration at their next regular meeting on June 17th, 2024. Thank you.

Attachments: RWC Group Quote (1 page)
FY24 Motor Pool Replacement Memo (2 pages)