



## **AGENDA ITEM ANALYSIS**

Project/Issue Name: 22-R-28 A Resolution of the City Council Awarding the Bid for a Replacement Miniature Excavator to Potter Equipment.

Submitted By: Jason Davis, Operations Manager

Date: June 21, 2022

### **Issue Statement**

The BUILDS Department is requesting to purchase a new CX60C Case Miniature Excavator to replace the CX57C Case Miniature Excavator that was vandalized in January 2022 while parked on the job site of the new BUILDS building.

### **Discussion and/or Analysis**

After being found inoperable, the miniature excavator was transported to Potter Equipment for maintenance service. It was while being serviced by their mechanics that evidence was found of water being poured into the hydraulic system, which caused catastrophic failure. The damage was deemed too significant and beyond repair. A Property Damage Appraiser (PDA) inspected the unit and assessed the damage at a value of \$49,779.60. The appraiser also obtained bids on the value of the equipment from three (3) vendors with an average bid price of \$54,166.00.

Our insurance provider offered us \$54,160 toward the settlement of the claim, plus \$225 for towing and \$1,694.20 for the repairs completed before being deemed irreparable. Net payment toward the purchase of a new miniature excavator came to \$53,585.20, after our \$2,500 deductible. Sealed bids for a new miniature excavator were obtained in March 2022 with Potter Equipment being awarded the winning bid at a cost of \$74,950.

### **Recommended Action**

Staff recommends approval.