



Board of County Commissioners Agenda Request

LoA
Agenda Item #

Requested Meeting Date: 4-28-20

Title of Item: Equipment Purchase - Motor Grader

<input checked="" type="checkbox"/> REGULAR AGENDA <input type="checkbox"/> CONSENT AGENDA <input type="checkbox"/> INFORMATION ONLY	Action Requested: <input checked="" type="checkbox"/> Approve/Deny Motion <input type="checkbox"/> Adopt Resolution (attach draft)	<input type="checkbox"/> Direction Requested <input type="checkbox"/> Discussion Item <input type="checkbox"/> Hold Public Hearing* <small>*provide copy of hearing notice that was published</small>
Submitted by: John Welle		Department: Highway Department
Presenter (Name and Title): John Welle		Estimated Time Needed: 10 minutes
Summary of Issue: Unit 212, which is a 1989 Caterpillar 140G motor grader, was programmed and budgeted for replacement in the 2020 Capital Equipment Replacement Program. The budgeted cost of \$220,000 reflects the anticipated purchase amount of the new motor grader less the trade-in value for Unit 212. In addition, the budgeted cost reflects the additional trade in value of Unit 209, which is 1987 Caterpillar 140G motor grader, as this motor grader is no longer needed in our motor grader fleet and is therefore being offered as a trade on this purchase. Minnesota State bid prices were compared for a Caterpillar 140G offered by Zeigler, Inc. of Minneapolis, MN through Contract #169637 and a John Deere 670G offered by RDO Equipment of Burnsville, MN through Contract #169638. The Sourcwell bid price for a Komatsu GD655-7 offered by Road Machinery Company of Virginia, MN was also compared through Sourcwell Bid #032119-KOM. Trade-in values for Unit 209 and Unit 212 were also solicited from the three vendors. Cost comparisons of the three options are shown on the attached summary.		
Alternatives, Options, Effects on Others/Comments:		
Recommended Action/Motion: Recommendation is to purchase the John Deere Motor 670G Grader from RDO Equipment for a total price of \$221,120.		
Financial Impact: Is there a cost associated with this request? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No What is the total cost, with tax and shipping? \$ 221,120 Is this budgeted? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <i>Please Explain:</i>		

Legally binding agreements must have County Attorney approval prior to submission.

Summary of State/Sourcwell Bids with trade-in value for Motor Graders

April 21, 2020

Vendor:	RDO Equipment Co. Burnsville, MN 55404	RMS Company Virginia, MN 55792	Zeigler Inc. Mpls, MN 55420
Make/Model:	John Deere 670G	Komatsu GD655-7	Caterpillar 140J
Price:	\$296,120	\$314,352.62	\$337,710
Unit 209 Trade Allowance:	\$37,500	\$15,000	\$10,150
Unit 212 Trade Allowance:	\$37,500	\$15,000	\$12,600
Total Less Trade:	\$221,120	\$284,352.62	\$314,960