

PURCHASING & LICENSING COMMITTEE

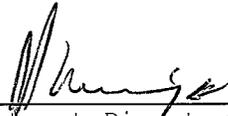
14-0157R

RESOLUTION AUTHORIZING A CONTRACT WITH BOYER TRUCKS FOR THE PURCHASE OF ONE (1) 2015 FREIGHTLINER MODEL 114SD TANDEM AXLE CAB/CHASSIS UNIT IN THE AMOUNT OF \$116,826.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to contract with Boyer Trucks for the purchase and delivery of one (1) 2015 Freightliner Model 114SD tandem axle cab/chassis unit for public works and utilities, in accordance with Minnesota State Contract 61001, Release T-647(5) specifications and pricing, and the vendor's quote for a total of \$109,635, plus \$7,191 vehicle sales tax (6 1/2%) and license fees, for a combined total amount of \$116,826, terms net 30, FOB destination, and payable from Stormwater Fund 535, Public Works and Utilities 500, Capital 1905, Capital Equipment 5580.

Approved:



Department Director
Purchasing Agent D/S

Approved for presentation to council:



Chief Administrative Officer

Approved as to form:



Attorney
FLEET/PROH Ds:le 03/31/2014

Approved:



Auditor

STATEMENT OF PURPOSE: This resolution authorizes the purchase of a 2015 Freightliner Model 114SD tandem axle truck from Boyer Trucks for \$116,826. The new truck will be used by Duluth public works and utility crews.

This purchase is based on Minnesota State Contract 61001, Release T-647(5). The new Freightliner truck will replace Freightliner vactor unit 2876. Historical records show that the the city purchased vactor unit 2876 in 2003 for \$298,604.50, ran miles to 135,770, and expensed repairs totaling \$134,317.50, representing 45% of the original purchase price.

The tandem dump truck purchase is an equipment type change being offset by the sale of one vactor. Due to the nature of current work requirements, an additional tandem dump truck is a more effective use of equipment than the vactor being eliminated. The tandem dump truck is also less expensive to purchase and maintain than a vactor.

Boyer Trucks is headquartered in Minneapolis, Minnesota, with an outlet in Superior, Wisconsin.

Requisition 14-0264