

**COUNCIL ACTION FORM**

**SUBJECT: FLEET REPLACEMENT PROGRAM – PUBLIC WORKS GROUNDS TRACTOR**

**BACKGROUND:**

The Public Works Grounds Division uses a tractor with an attached mower for ditch mowing. This unit was scheduled for replacement and specifications were developed. With the replacement, there was an opportunity to purchase a different type of mower that would be safer for the operators and the community.

This bid is for a new tractor with optional equipment. A separate bid was done for the mower attachment.

Bids were received from dealers as follows:

Bidder	Unit Price	Make	Model	Year	Optional Loader	Optional Snow Blade
Neese Inc.	\$53,850.00	Zetor	Proxima Power 120	2015	\$7,800.00	\$3,200.00
Central Iowa Farm Store	\$64,530.00	New Holland	T5.105	New	\$10,650.00	\$3,900.00
Central Iowa Farm Store	\$68,084.00	MF	5611	New	\$10,816.00	\$3,900.00
Van Wall Equipment	\$72,484.43	John Deere	6105M	2015	\$5,584.86	\$4,890.21

The low bid for the tractor is from Neese Inc., of Grand Junction, Iowa for \$53,850.

Funding is available for this purchase as follows:

Replacement funds available	\$73,127
<u>Estimated salvage value</u>	<u>15,000</u>
<b>Available funding</b>	<b>\$88,127</b>

Total costs from the low bidder combined with the separate mower bid are as follows:

Tractor	\$ 53,850
Optional Loader	7,800
Optional Snow Blade	3,200
Mower Unit (separate bid)	21,450
<b>Total Cost</b>	<b>\$ 86,300</b>

**ALTERNATIVES:**

1. Approve and award this contract to Neese Inc. of Grand Junction, Iowa, for one Zetor Proxima Power 120 and optional equipment for \$64,850
2. Reject award of bid.

**MANAGER'S RECOMMENDED ACTION:**

Staff agrees that the Zetor Proxima Power 120 from Neese Inc., of Grand Junction, Iowa, meets the City's needs as specified at the lowest price. Therefore, purchasing this tractor will provide the best and most economical equipment.

Therefore, it is the recommendation of the City Manager that the City Council adopts Alternative No. 1 as described above.