

ITEM #: 21  
 DATE: 12-10-24  
 DEPT: FLEET

**COUNCIL ACTION FORM**

**SUBJECT: FLEET REPLACEMENT PROGRAM: PURCHASE FORESTRY WOOD AND BRUSH CHIPPER**

**BACKGROUND:**

The Parks and Recreation Department currently has two trailer-mounted brush chippers. These chippers are used by the forestry crew to maintain vegetation in parks and right-of-way throughout the city. For many years, a single chipper was used. In 2015, Fleet Services purchased a second chipper to support the City's forestry crew with cleanup of tree limbs and branches from a windstorm, and the many ash trees affected by the emerald ash borer.

Parks and Recreation staff has evaluated its needs and has determined it is no longer necessary to maintain two chippers. Staff does not anticipate needing a chipper any time in the foreseeable future. Therefore, the two current chippers are proposed to be replaced with a single chipper unit. Bids were solicited for a replacement chipper, and two bids were received:

Bidder	Make/Model/Year	Base Price	Powered Tongue Jack	Spare Tire	Cutting Knives Set	Total price with Tongue Jack, Spare, Knife Set
Rexco Equipment Inc. of Des Moines	Bandit / 18XP / 2025	\$76,900.00	\$1,725	\$600.00	\$300.00	\$79,525.00
Vermeer Iowa of Des Moines	Vermeer / AX17 / 2025	\$115,000	\$1,725	\$818.00	\$447.50	\$118,017.50

Both vendors provided offers to accept the City's existing chippers for trade-in value. The offers are shown below:

Bidder	City No. 617 Vermeer XL1800	City No. 731 Morbark M12R	Total of Trade-in Offers
Rexco Equipment	\$29,000	\$10,000	\$39,000
Vermeer Iowa	\$30,000	\$14,500	\$44,500

The bid from Rexco for the Bandit 18XP Chipper with powered jack, spare tire, and a set of cutting knives is the low bid and is acceptable for a total of \$79,525. Rexco's trade-in offers for the City's two chippers are acceptable. The total for the Bandit 18XP Chipper, with trade-ins, is \$40,525.

**Cost for one Bandit XP18 Chipper** **\$ 79,525**

**Funding is available for this purchase as follows:**

Replacement fund for Vermeer 1800XLchipper \$ 66,636

Trade-in 29,000

Available funds subtotal **\$ 95,636**

Replacement fund for Morbark Chipper \$ 48,193

Trade-in 10,000

Available funds subtotal **\$ 58,193**

**Total funds currently available for this purchase \$153,829**

**ALTERNATIVES:**

1. a) Award a contract to Rexco Equipment Inc. of Des Moines, IA as the acceptable low bidder for the 2025 Bandit XP18 Chipper, with powered tongue jack, spare tire and knife set as bid for City Bid No. 2025-079 for the total amount of \$79,525; and,  
  
b) accept Rexco's trade-in offers for the City's 2015 Vermeer 1800XL for \$29,000, and the 2015 Morbark M12R for \$10,000
2. Reject this bid.

**CITY MANAGER'S RECOMMENDED ACTION:**

Fleet Services and Parks and Recreation staff has evaluated the bids and trade-in offers and agree the bid from Rexco Equipment Inc. of Des Moines for the 2025 Bandit 18XP will provide the City's forestry crew with an exceptional chipper at the best price. The trade-in offers for the City's two chippers are also acceptable. Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1 as described above.