

City Council Agenda Memo

From: Jacob Meshke, Assistant City Manager

Council Meeting: November 23, 2021

Subject: Solid Waste Collection Truck Purchase

Presenter: Jacob Meshke, Assistant City Manager

Summary:

Collection Truck #39 which was purchased in 2012 has surpassed its useful life and has begun and will continue to require costlier repairs. Staff recommends an agreement to purchase a new collection truck through Sanitation Products through Sourcewell Contracts #091219-CRB and #060920-PMC for the purchase price of \$290,652, which is slightly over budget of \$290,000.

Background:

Collection Truck #39, purchased in 2012, was scheduled for replacement in 2021. Due to rising prices in the pandemic, the collection truck pricing is coming in \$652 over budget when previously expected to be about \$5,000 under budget. The lead time for the truck is 12-16 months, which will push the purchase into 2022 or possibly even 2023. Staff will carry over the \$290,000 in budgeted funds and supplement with an additional \$652 in 2022 to ensure the new collection truck is properly budgeted.

Item Details:

Staff recommends an agreement to purchase a new collection truck through Sanitation Products through Sourcewell Contracts #091219-CRB and #060920-PMC. The purchase price of \$290,652 is slightly over the initial budget of \$290,000. Due to increased lead time on the collection truck, staff would carryover the budgeted funds and appropriately supplement to properly budget for the full purchase price of \$290,652 in 2022. There are two Sourcewell contracts for this item as the truck chassis comes from Allstate Peterbilt of Fargo and the collection truck bed comes from Sanitation Products Inc.

Legal Consideration:

City Attorney Steve Britzman has reviewed the purchase agreement.

Strategic Plan Consideration:

Fiscal Responsibility – limits the City's future liability for costly service repairs.
Service and Innovation Excellence – the new collection truck will operate more efficiently and effectively than the current, aging collection truck.

Financial Consideration:

The Solid Waste Fund has funds available for the purchase amount of \$290,652.

Options and Recommendation:

The City Council has the following options:

1. Approve as presented
2. Amend
3. Deny
4. Move the item to a Study Session
5. Discuss / take no action / table

Staff recommends approval of the resolution as presented.

Supporting Documentation:

Memo

Resolution

Curbtender Cost Estimate

Peterbilt Cost Estimate

Sourcewell – Curbtender – Proof of Publication

Sourcewell – Curbtender – Proposal Evaluation

Sourcewell – Curbtender – Contract Acceptance

Sourcewell – Peterbilt – Proof of Publication

Sourcewell – Peterbilt – Proposal Evaluation

Sourcewell – Peterbilt – Contract Acceptance

Appendix – About Sourcewell