

CITY OF DILLINGHAM, ALASKA

RESOLUTION NO. 2016-11

A RESOLUTION OF THE DILLINGHAM CITY COUNCIL AUTHORIZING THE CITY MANAGER TO WAIVE THE COMPETITIVE BID PROCESS AND PURCHASE A 1987 GROVE RT-760 CRANE

WHEREAS, the State Division of General Services sent out a notice for a temporary Federal Surplus Price Reduction for a 1987 Grove RT-760 Crane reduced from \$75,000 to \$45,000 with only 2,712 hours and an original purchase price of \$790,040; and

WHEREAS, the State provides opportunities to municipalities to purchase equipment at reduced rates and this particular piece of equipment will be very useful for City operations and is offered at a price that is extremely reasonable; and

WHEREAS, the City owned an older Grove Crane that was sold, because the maintenance on it was becoming too expensive to maintain as it was not in the best condition; and

WHEREAS, this piece of equipment was used to drive piling, move the harbor float arms, put the harbor floats in and out of the water, dock used it for moving container vans and public works used it in various capacities; and

WHEREAS, we are currently using Peter Pan's small crane to move the float arms which it barely has the capacity, and we use our loader to place the floats which is not the ideal way to place them; and

WHEREAS, we have had to rent a crane this past year to place the incinerator at the landfill; and

WHEREAS, this large of a crane is not available here in Dillingham and contractors needing it has had to bring one into town for use on their projects such as the Dental building at the hospital; and

WHEREAS, we can include this crane into our equipment rental options in the future; and

WHEREAS, Dillingham Municipal Code (DMC) 4.30.120, allows waiving of purchase restrictions if the City Council finds that it is not in the public interest to follow the procurement procedures as established for the contracting of professional services, the City Council may, following approval of a resolution stating such, proceed to negotiate with a selected supplier or suppliers for subject services; and

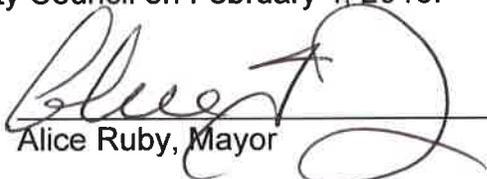
WHEREAS, the waiver is based on the criteria outlined in DMC 4.30.130, Exemptions, A. 3, to supplies, materials, equipment or contractual services which can only be furnished by a single dealer, or which has a uniform published price; and

WHEREAS, if approved for purchase we will ask a crane inspector in Anchorage to go and look at the crane for us before we finalize the purchase; and

WHEREAS, the 1987 Grove Crane with only 2,712 hours has a very reasonable cost at \$45,000 plus an estimated \$10,000 in freight with the funding coming from the Dock fund will be very beneficial for the City to own;

NOW, THEREFORE, BE IT RESOLVED that the City Council authorizes the City Manager to waive the competitive bid process and purchase the 1987 Grove Crane for \$45,000 from the State of Alaska – Division of General Services plus freight at an estimated amount of \$10,000 as long as the inspection warrants the purchase.

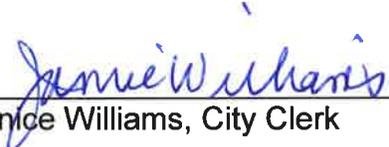
PASSED and ADOPTED by the Dillingham City Council on February 4, 2016.



Alice Ruby, Mayor

ATTEST:

[SEAL]



Janice Williams, City Clerk

City of Dillingham Information Memorandum

Agenda of: February 4, 2016

Attachment to:

Ordinance No. _____ / Resolution No. 2016-11

Subject:

A RESOLUTION OF THE DILLINGHAM CITY COUNCIL AUTHORIZING THE CITY MANAGER TO WAIVE THE COMPETITIVE BID PROCESS AND PURCHASE A 1987 GROVE RT-760 CRANE

City Manager: Recommend Approval

Signature: Rose Doera

Fiscal Note: Yes No

Funds Available: Yes No

Other Attachments:

- None

Summary Statement:

The City has an opportunity to purchase a 1987 Grover Crane for \$45,000 that is being advertised by the State of Alaska Federal Surplus program. This equipment was used in the military and has only 2,712 hours and appears to be in excellent shape.

The Public Works and Port Director both concur that it would enhance the City's ability to perform work around the harbor, dock and public works. It can also be used to replace piling at the bulkheads at the harbor which we are in need of now. We can also add it to our rental equipment rates for use by others in the community.

The City owned a crane in the past that was used throughout the City, and it was sold because of its condition and increased maintenance cost. Since sold we have needed it on a yearly basis, and have had to rent smaller cranes that barely meet our needs such as moving the harbor floats in and out of the water.

We estimate the freight to be about \$10,000. We would purchase it landed here for about \$55,000 from the Dock funds which has about a \$520,000 balance.

Attachment to:
Ordinance No. _____ / Resolution No. 2016-11 _____

Summary Statement continued:

Route to	Department Head	Date
	Finance Director	
X	City Clerk	

City of Dillingham
Fiscal Note

Agenda Date: February 4, 2016

Contract for purchase of 1987 Grove RT-760 Crane (\$45,000) plus freight (\$10,000).

ORIGINATOR: Rose Loera

FISCAL ACTION (TO BE COMPLETED BY FINANCE)		FISCAL IMPACT <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO	
AMOUNT REQUESTED: \$55,000		FUNDING SOURCE General Fund	
FROM ACCOUNT 7120 7620 70 70 \$55,000		Project 1987 Grove RT-760 Crane Purchase	
TO ACCOUNT:	VERIFIED BY: <u>Navin Bissram</u>	Date:	<u>2/4/2016</u>

EXPENDITURES

OPERATING	FY16			
TOTAL OPERATING	\$ -	\$ -	\$ -	\$ -

CAPITAL	55,000.00			
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REVENUE				
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FUNDING

General & Special Rev. Funds	\$55,000			
State/Federal Funds				
Other				
TOTAL FUNDING	\$ 55,000.00	\$ -	\$ -	\$ -

POSITIONS

Full-Time				
Part-Time				
Temporary				

ANALYSIS: (Attach a separate page if necessary)

See Action Memorandum

PREPARED BY: Navin Bissram

February 3, 2016

DEPARTMENT: Finance

APPROVED BY: _____
