

**CITY OF WHITTIER, ALASKA
RESOLUTION #13-2020**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WHITTIER, ALASKA, AUTHORIZING THE CITY MANAGER TO SOLE SOURCE THE PURCHASE OF A HITACHI ZW330 LOADER AND ATTACHMENTS FOR THE PUBLIC WORKS DEPARTMENT AT A COST LOWER THAN THE GOVERNMENT BID CONTRACT FOR A COMPARABLE LOADER, IN AN AMOUNT NOT TO EXCEED \$303,500 FOR THE LOADER AND \$4,517 FOR THE ATTACHMENTS

WHEREAS, the 2020 Budget includes the purchase of a loader from the Motor Pool Internal Service Fund for the public works department at a budgeted cost of \$400,000; and

WHEREAS, funding for the purchase was budgeted to come from a loan from the Water/Wastewater Enterprise Fund in the amount of \$200,000 and the remainder from the CPV Fund in the amount of \$200,000, and the proposed lower cost of this loader will reduce the contributions from each source to \$154,008.50 each; and

WHEREAS, the public works department solicited quotations and received multiple governmental bids for wheel loaders utilizing contracts AKDOT SEF2111 contract, SOA CA2111-18 contract, and NCSA Bid 20-04-0506, as well as individual vendor government-only cost proposals, and the proposal with the lowest price for the larger capacity wheel loader was from Construction Machinery, Inc. (CMI); for a 2020 Hitachi ZW330 Wheel Loader with a 2 year, 2000 hour warranty; and


WHEREAS, although the CMI bid is not a direct result of a competitive governmental bid process, the administration recommends a sole source purchase from CMI because the bid is lower than the bid price for comparable wheel loaders resulting from competitive sealed bid process, and the public works department has worked with CMI in the past and considers their equipment and customer service to be excellent and consistent with the department's needs; and

WHEREAS, the administration seeks Council approval because this purchase is technically considered sole source, given that the exact equipment being quoted is not included in the state contract; however this wheel loader is larger capacity and lower cost than the equipment included in the government contract, and is recommended by the public works director.

NOW THEREFORE BE IT RESOLVED; the City Council authorizes the City Manager to purchase a new 2020 Hitachi ZW330 loader from CMI at a cost of \$303,500 plus attachments from Yukon Equipment Inc. at a cost of \$4,517 and to reduce the contribution from both the General Fund and the CPV Fund equally to \$154,008.50 each, for this purchase.

PASSED AND APPROVED by a duly constituted quorum of the Whittier City Council on this 17th day of March, 2020.

ATTEST:



Naelene Matsumiya
City Clerk



Dave Dickason
Mayor

Ayes: 5
Nays: 1
Absent: 1
Abstain: 0