

W.S.G.2

AGENDA COVER MEMO

Memorandum Date: August 31, 2010

Order Date: October 13, 2010

TO: Lane County Board of Commissioners

DEPT: Public Works

PRESENTED BY: Ron Gernhardt, Sr. Fleet Services Purchasing Specialist

AGENDA ITEM TITLE: In the Matter of Awarding a Contract to Pape Machinery Inc., in the amount of \$534,993, for the Purchase of three (3) new, loaders, as per Oregon State contract (CRO) 8635.

I. MOTION

MOVE TO AWARD A CONTRACT TO PAPE MACHINERY INC., IN THE AMOUNT OF \$534,993,
FOR THE PURCHASE OF THREE (3) NEW, 624 LOADERS, AS SPECIFIED IN CRO CONTRACT 8635

II. ISSUE OR PROBLEM

Lane County Fleet Services is replacing all three (3) loaders due to scheduled lifecycle for Public Works Waste Management Division.

III. BACKGROUND/IMPLICATIONS OF ACTION

A. Board Action and Other History

Lane County Department of Public Works Waste Management Division operates three (3) loaders. These loaders are used at the Central Receiving Stations at Glenwood and Florence, and the Short Mountain Landfill. These loaders have a scheduled lifecycle of 15-years or 10,000 hours.

B. Policy Issues

None

C. Board Goals

Purchase of this equipment is necessary to provide direct and indirect services to the citizens of Lane County, to maintain satisfactory Waste Management operations, and to meet the health, safety, and economic good of the citizens and industries of our community as defined in Section B3.a.2 of the Strategic Plan.

D. Financial and/or Resource Considerations

This equipment was approved for purchase in the Fleet Services FY10/11 budget, sufficient funds are available for this purchase, and the purchase price is within the budgeted amount.

E. Analysis

The loaders Fleet Services proposes to replace operate out of the Glenwood and Florence transfer sites and the Short Mt. landfill. They have been in continuous service more than 18-years and have over 7,000 hours each and reached the end of their economic life.

The purchase price \$534,993 (\$178,331 each), was established by the State of Oregon contract 8635. Fleet Services and Waste Management divisions have determined these specifications meet the needs of loaders used in Waste Management operations.

F. Alternatives/Options

1. Purchase the above described trucks from Pape Machinery Inc., at this time.
2. Do not purchase at this time. The existing loaders currently in use have over 7,000 hours and could become a maintenance liability. All Waste Management loaders are in daily operation. The machine at the Florence transfer station is the only machine used at that location, un-scheduled downtime for this machine will severely affect Waste Management operations.

IV. Timing/Implementation

Upon approval of the Board, a contract will be executed between Pape Machinery Inc., and the County Administrator.

V. Recommendation

It is recommended that the Board approve entering into a contract with Pape Machinery Inc., for the purchase of three (3) new, loaders as specified in CRO 8635.

VI. Follow-up

None.

VII. Attachments

Board Order

IN THE BOARD OF COMMISSIONERS OF LANE COUNTY
STATE OF OREGON

ORDER

(IN THE MATTER OF AWARDED A
(CONTRACT TO PAPE' MACHINERY, INC.,
(IN THE AMOUNT OF \$534,993, FOR THE
(PURCHASE OF THREE (3) NEW
(DIESEL POWERED LOADERS,
(WITH NO TRADE-IN,
(OREGON STATE CONTRACT #8635

WHEREAS, on September 1, 2010 an authorized representative of the Department of Public Works, approved the purchase from State of Oregon (CRO) contract #8635

Three (3), new, Diesel Powered Loaders with no trade-in as specified in Contract #8635

WHEREAS, this equipment was approved for purchase in the Fleet Services FY10/11 budget, sufficient funds are available for this purchase, and the price is within the budgeted amount, and

WHEREAS, the County researched the options for this type of equipment and found an existing contract in place from the State of Oregon. A contract price of \$178,331 each, with no trade-in, submitted by Pape' Machinery, Inc., was acceptable by the Waste Management and Fleet Services Divisions, and the Director of the Department of Public Works recommends that the bid be accepted; and

WHEREAS, The State of Oregon issued ITB#102-1317-07 seeking offers from qualified and responsible vendors to provide authorized purchasers the type of goods described above, and Lane County Department of Public Works has also advertised this specific procurement in the Daily Journal of Commerce and the Eugene Register Guard on Wednesday September 17, 2010, in compliance with ORS 279A.220 and received no comments therefrom, now, therefore it is hereby

ORDERED that the bid received from Pape' Machinery, Inc., be accepted as recommended; and it is further

ORDERED that a contract be awarded to Pape' Machinery, Inc., in the amount of \$534,993, in accordance with the contract specifications; and it is further

ORDERED, that a contract be executed in accordance with this Order and the contract specifications and the County Administrator be authorized to sign the contract.

Effective Date _____ day of _____, 2010.

Bill Fleenor, Chair
Lane County Board of Commissioners