



City Council Report

Date: September 20, 2021
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Matt Bauer, Procurement Administrator
Subject: Purchase of One Brush Chipper (Replacement) for the Transportation Department **(Funded by the Local Streets Fund) (Citywide)**

Purpose and Recommendation

Council is requested to approve the purchase as recommended.

The Fleet Services and Transportation Departments and Purchasing recommend authorizing the purchase using the Sourcewell (State of Minnesota) cooperative contract with Vermeer Manufacturing Company dba Vermeer Corporation at \$73,044.35.

Background / Discussion

This purchase will provide one 2022 Vermeer BC1500 Brush Chipper for use by the Transportation Department right of way crews. The purchase replaces an existing Vermeer brush chipper identified for replacement by the Fleet Services and Transportation Departments.

The brush chipper being replaced has met established criteria and will be either traded, auctioned, sold, or deployed to special uses.

The Sourcewell cooperative contract has been competitively bid and meets the City's procurement requirements. Utilizing the Sourcewell contract allows the City to receive competitive pricing based on a nationally solicited agreement. Fleet Services, Transportation and Purchasing believe that going out to bid for the brush chipper would not result in the City receiving more favorable pricing or terms.

Purchase Information

Action: Award
Procurement Type: Cooperative Contract Use
Contract Number: 2022023
Contracting Agency/Contract Number: Sourcewell 031721-VRM
Local Consideration: Policy did not apply to this procurement method
Funding Source: Fleet Services Department budget through the Local Streets Fund

AWARD RECOMMENDATION

Quantity 1 – 2022 Vermeer BC1500 Brush Chipper per Sourcewell cooperative Contract 031721-VRM and Quote dated 7/12/2021.

Base Price	\$61,675.00
Factory Freight and Prep	<u>\$2,150.00</u>
Sub-Total	\$63,825.00
7.8% Use Tax	\$4,978.35
Warranty	<u>\$4,241.00</u>
Total	<u>\$73,044.35</u>

One Replacement for the Transportation Department funded by the Local Streets Fund.