(Bid #12-136)

EFM SUBMISSION NO.: 2012 FFM 169

PRESENTED: 11-28-12

ADOPTED: 11-29-12

BY THE EMERGENCY FINANCIAL MANAGER:

RESOLUTION TO AIS FOR AN EXCAVATOR

BY THE EMERGENCY FINANCIAL MANAGER

RESOLUTION

The Water Service Center Division has requested to procure an excavator, and

AIS Construction Equipment, 4600 AIS Drive, Bidgeport, Michigan is the vendor that leased said equipment to the City for the past four (4) years and provides an option to purchase. The funding for this purchase will come from the following account numbers: 590-540.208-977.000 (\$34,207.50), 591-540.202-977.000 (\$34,207.50); and

IT IS RESOLVED, that the Department of Purchases and Supplies, upon the Emergency Financial Manager's approval, is hereby authorized to issue a purchase order to AIS Construction Equipment for an excavator in the an amount of \$68,415.00. (Sewer Fund Water Fund)

	APPROVED-PURCHASING DEPT:	APPROVED A\$ TO FINANCE:
	Derrick Jones APPROVED AS TO FORM:	Gerald Ambrose, Finance Director
for	Peter M. Bade, City Attorney	Michael K. Brown, City Administrator
	EFM DISPOSITION:	
	ENACT REFER TO CO	DUNCIL FAIL
	Edward J. Kurtz, Emergency Financial M	DATED: 11-29-12
	11/26/12 DEI	

RESOLUTION STAFF REVIEW

DATE:

11-21-12

Agenda Item Title: Excavator Purchase

Prepared By: Cheri Priest, Water Service Center

Background/Summary of Proposed Action:

During the City's FY09 fiscal year, the Purchasing Department solicited bids to lease an excavator for four (4) years. The request was originated from the City's Development Division and the equipment was used to demolish homes. The Development Division requested the lease because the funding that was received to demolish homes had a stipulation that the division could not purchase equipment. AIS Construction Equipment utilized Komatsu financial to lease said equipment and was the lowest bidder for this request. The City has been paying on the lease for the past 4 years.

The City of Flint's Water Service Center (WSC) is requesting to purchase said excavator by exercising the purchase option in the lease. WSC could use this equipment considering the depths of water and sewer excavations that are performed by this division. The Water Service Center is buying the unit as-is for a purchase price of \$68,415.00.

<u>Financial Implications</u>: Adequate funding has been allocated in the below listed account.

Budgeted Expenditure? Yes No X Please explain if no:

This specific equipment is not budgeted but funding is available for purchase.

Account No.: 590-540.208-977-000 \$34,207.50

591-540-202-977-000 **\$34,207.50**

<u>Pre-encumbered?</u> Yes ⊠ No Requisition # 1201764

Other Implications (i.e., collective bargaining):

<u>Staff Recommendation:</u> Recommend Approval

Staff Person: (Dept Head or other authorized staff)