

Memo

To: Mayor and City Council
From: Jim Wheeler, City Manager
Date: December 14, 2020
Re: Public Works Equipment

I had hoped to have updated pricing for the lease purchase of wheel loaders with plows and wings for distribution with this memo. I have not received the updated pricing yet but I am told that I will have it for the meeting on Monday. I will distribute it as soon as possible.

In our current capital budget we have a surplus of approximately \$40,000 from the combined savings resulting from the difference between the budgeted funds and the actual purchase prices of a new salt truck, garbage packer and snow blower. This amount will cover the first payment of one out fitted loader.

If we were to purchase two loaders, the additional cost could come from undesignated fund balance. I have also asked Nortrax to consider utilizing our trade-in value against the first payment on a second machine. This would mean that we could order two new machines without the Council having to appropriate funds from undesignated fund balance. The Council can discuss the merits of the number of pieces and the financing on Monday. You will recall that the pricing we have been quoted is the same as the 2019 pricing and we may want to take advantage of it.