ITEM NO. C(4)

AGENDA ITEM ABSTRACT MEETING DATE: February 6, 2007

TITLE: A Request to Authorize the Purchase of a Motor Grader and to Declare the 1993 Lee Boy Motor Grader 685-049 as Surplus Property for the Purpose of a Trade-In

DEPARTMENT: Management Services	PUBLIC HEARING: YES NO _x_
ATTACHMENTS: A: Resolution	FOR INFORMATION CONTACT: George Seiz, Director of Public Works 918-7427 Sandy Svoboda, Purchasing Officer 918-7301

PURPOSE

The purpose of this agenda item is to authorize the purchase of a motor grader for the Public Works Department. The Board is also requested to declare the 1993 Lee Boy Motor Grader currently owned by the Town as surplus property and to authorize the use of this as a trade in for the new motor grader purchase.

INFORMATION

A request for bids was advertised January 4, 2007 on our website and in the Chapel Hill Herald on January 7, 2007. Arrow Equipment, LLC was the only company responding to the Town's request for bids.

The Public Works Department wishes to purchase from Arrow Equipment, LLC a Lee Boy 685B Motor Grader at a cost of \$107,500. Arrow Equipment, LLC has offered to accept the 1993 Lee Boy Motor Grader currently owned by the Town as a trade in for the motor grader purchase. The trade in allowance is \$14,500. The total purchase cost after the trade in is \$93,000.

FISCAL IMPACT

This item is part of the scheduled FY06-07 CIP equipment and vehicle lease-purchase schedule. The cost of the motor grader is within the budget estimate.

STAFF RECOMMENDATION

The Board of Aldermen is requested to declare the 1993 Lee Boy Motor Grader as surplus property for purpose of trade-in for the motor grader and purchase of the motor grader requested by the Public Works Department.