



Sponsor: Mayor Lee Burger
Adoption: November 14, 2023
Vote: 6_Yeas, 0_Nays, 7 Absent

CITY OF THORNE BAY
RESOLUTION 23-11-14-02

A RESOLUTION OF THE CITY COUNCIL FOR THE CITY OF THORNE BAY, ALASKA, AUTHORIZING THE
PURCHASE OF AN ASV SKID STEER LOADER FOR THE CITY OF THORNE BAY FOR \$96,275

WHEREAS, the City Council is the governing body for the City of Thorne Bay; and

WHEREAS, Thorne Bay Municipal Code Chapter 3.12 Purchasing requires the City Council to approve all purchases above \$10,000; and

WHEREAS, The City solicited quotes from regional vendors for a new skid steer loader for the Solid Waste landfill operations and only received quotes from one Vendor that had a machine immediately available and the City entered into a lease agreement with the option to purchase from CMI; and

WHEREAS, at the time the City entered into the lease agreement, it was believed that the state would be providing funding to the City to complete the purchase from unspent ARPA funds but after months of waiting the state informed the City that they would not be providing these funds; and

WHEREAS, the City's lease option was-only good for 4 months and expires on November 11, 2023 but has been extended while the City seeks to get the needed approvals to purchase the machine; and

WHEREAS, the City will have a continued need for this equipment for the foreseeable future with a current capacity at the landfill capable of supporting the City's municipal solid waste disposal needs for the next 50 years and the existing skid steer loader is approaching 30 years old and is unsafe; and

WHEREAS, the City has been approved for a loan to purchase the equipment from Kansas State Bank on a five-year contract with interest rates fixed at 5.81% with monthly payments of \$1,852.77 and no down payments since the previous rental of the machine is being applied to reduce the purchase price by \$13,620 and the Solid Waste Utility can afford these payments; and

WHEREAS, considering cost, size, location, condition, history, and anticipated longevity, it is recommended that the city pursue acquisition of this equipment from Construction Machinery Industrial, for \$95,880 plus a \$395 document fee for a total of \$96,275, and authorizes the city administrator to execute a purchase contract to finance this equipment for a term not to exceed 60 months.

NOW THEREFORE, BE IT RESOLVED by the City Council of Thorne Bay, Alaska, as follows:

SECTION ONE: The City wishes to purchase an ASV SKID STEER loader that meets the following Specifications:

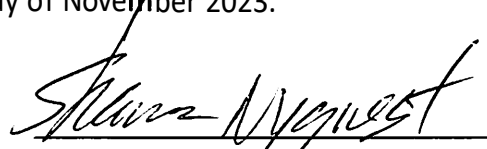
- 1 Year and Make: 2023 ASV Compact Track Loader

2. **Model:** RT75
3. **Hours:** 6.5 at rental
4. **Condition:** NEW
5. **Serial Number:** ASVRT075TPDS0S0S0
6. **Weight:** Approximately 9,100 lbs.
7. **Accessories:** Bucket and Forks

SECTION TWO: The City finds that the proposed price of \$96,275.00 for the purchase of a 2023 Skid Steer from Construction Machinery Industrial is a good value and is absolutely needed for continuity of operations at the City's Solid Waste Landfill and hereby authorizes the city administrator to execute the necessary contracts to secure the purchase of the 2023 Skid Steer.

SECTION THREE: The cost of purchasing this equipment shall be paid over a term not to exceed 60 months, at an interest rate and with a down payment to be negotiated in the best interest of the city by the city administrator.

PASSED AND APPROVED by a duly constituted quorum this 14th day of November 2023.


Shane Nyquest, Mayor

ATTEST:


Caitlyn Sawyer, City Clerk/Treasurer