## **EWEB Board Consent Calendar Request**

For Contract Awards, Renewals, and Increases

The Board is being asked to approve a Purchase with **Nesco Rentals** for the purchase of a used backyard mini digger derrick.

Action Requested:

| Board Meeting Date: December 6, 2016  |  | Contract Assert   |  |
|---|--|---|--|
| Project Name/Contract#: Purchase of a used Backyard Mini Digger Derrick                           |  | <u>x                                    </u>              |  |
| Primary Contact: <u>N</u>   | Mel Damewood Ext. 7145                       | Contract Increase Other                                   |  |
| Purchasing Contact: <u>C</u>  | Collin Logan Ext. 7426                       | Other   |  |
| Contract Amount: Original Contract Amount: Additional \$ Previously Ap Invoices over last approva | proved: \$ N/A<br>I: \$ N/A                  | Funding Source:  x  |  |
| Percentage over last appro  |  |   |  |
| Amount this Request:  | \$ <u>158,723.00</u>                         |   |  |
| Resulting Cumulative To   | tal: \$ 158,723.00                           | Form of Contract:   |  |
| Contracting Method:<br>Method of Solicitation:  | Direct                                       | x Single Purchase Services Personal Services Construction |  |
| If applicable, basis for exe  | mption:EWEB Rule 6-0200                      | IGA   |  |
| Term of Agreement:  | One-time Purchase                            | Price Agreement Other                                     |  |
| Option to Renew?  | No   |   |  |
| Approval for purchases "as  | s needed" for the life of the contractNo     |   |  |
| Proposals/Bids Received (   | (Range): Market Range is \$159,000-\$206,000 |   |  |
| Selection Basis:  | Direct Negotiation                           |   |  |
| Narrative:  |  |   |  |

The Board is being asked to approve a new contract with Nesco Rental of Bluffton, IN for the purchase of a used backyard mini digger derrick.

EWEB's operations requires vehicles and equipment to maintain its EWEB's electrical, water, and generation systems. The work that is being performed under this contract includes the purchase of a used backyard mini digger derrick. This mini digger derrick is replacing an existing mini digger derrick that resides in our electric utility. As EWEB's standards change for the size of pole that we use in our electrical system, our existing digger derrick has become underrated for the task and has also exceeded it useful life expectancy.

In September 2016, EWEB staff solicited bids for a new backyard mini digger derrick. From this solicitation, we received two responses in which the bid tabulations ranged from \$174,946 to \$205,723. Unfortunately, both of these units did not meet EWEB's minimum specifications as listed in our solicitation documents. In October 2016, EWEB staff researched the option of purchasing a used backyard mini digger derrick that could possibility meet the utility's needs. With this research, staff received a quote for a used backyard mini digger derrick that still maintains its factory warranty at a much lower cost to the utility.

If approved, staff will purchase the used backyard mini digger derrick at the established price of the contract.

## **ACTION REQUESTED:**

Management requests the Board approve a contract with Nesco Rental of Bluffton, IN for the purchase of used

| backyard mini digger derrick. Fu and Equipment Replacement Pla SIGNATURES: | unds for this purchase were budget for in 2<br>an. | 2016 and is part of EWEB's Fleet Vehicle |
|--|--|--|
| Project Coordinator:   |  |  |
| Manager:   |  |  |
| Purchasing Manager:  |  |  |
| General Manager:   |  |  |
| Board Approval Date:   |  |  |
| Secretary/Assistant Secretary ve   | erification:                                       |  |