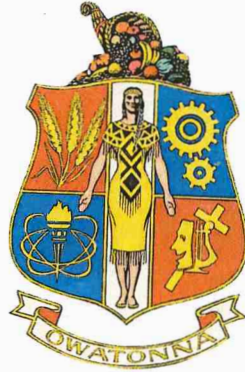


THE CITY OF

Office of Public Works Director
City Engineer



OWATONNA

540 West Hills Circle
Owatonna, MN 55060-4701
Ph. (507) 774-7307
FAX: (507) 444-4351

TO: HONORABLE MAYOR AND CITY COUNCIL
FROM: KYLE SKOV, PUBLIC WORKS DIRECTOR AND CITY ENGINEER
DATE: September 28, 2021
SUBJECT: Approve Purchase of 2022 Motor Grader

Purpose

Approval of purchase of 2022 John Deere Motor Grader from RDO Equipment Co. and approve settlement from League of Minnesota Cities Insurance Trust (LMCIT) for 2016 Cat Motor Grader.

Background:

The existing 2016 Cat Motor grader has been damaged and is no longer serviceable. The LMCIT has proposed a settlement value of \$230,000 for the machine. After deductible and reimbursement for additional costs incurred by the city, the proceeds will be \$208,600.

The 2022 John Deere 672G Motor Grader has a purchase price of \$299,053.58 from RDO Equipment with a net cost to the city of \$90,453.58 after the proceeds from the insurance trust.

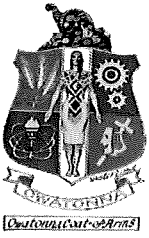
City Staff will also work with RDO Equipment to lease a replacement for the winter. The cost for the lease is covered by the LMCIT.

Budget Impact:

The project will be paid for from the vehicle replacement fund. The cost is \$90,453.58.

Staff Recommendation:

Staff recommends approval of the settlement from League of Minnesota Cities Insurance Trust and approval of the purchase of a replacement from RDO Equipment Company



City of Owatonna Equipment Requisition Form (Purchases over \$5K)

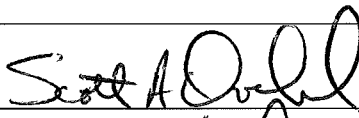
Department: Streets Request Date: 9/29/21

Phone Number: 774-7051

Type of purchase: 2022 John Deere Motor Grader

Vendor

QTY	Item #	Detailed Description	Price
1		2022 John Deere 672G Motor Grader & Wing	\$299,053.58
		Leauge of Mn Cities insurance settlement	-\$208,600
		Shipping	
		Total	\$90,453.58

Requestor signature: 

Printed Name: Scott Overland Date: 9-29-21

Department Head signature: _____ Date: _____

City Administrator: _____ Date: _____

Attach proposed costs. Detail trade in items & value
 All purchases over \$5,000 must receive City Administrator approval before order is placed. All
 purchases over \$100,000.00 must receive council approval before order is placed.
 Cannot be reduced by trade-in
 Include description of trade-ins



JOHN DEERE

Investment Proposal (Quote)

RDO Equipment Co.
1236 60th Avenue NW Office A
Rochester MN, 55901
Phone: (507) 282-8888 - Fax: (507) 282-9079

Proposal for:
CITY OF OWATONNA
540 W HILLS CIR
OWATONNA, MN, 550604701
STEELE

Investment Proposal Date: 2/9/2021
Pricing Valid Until: 3/11/2021
Deal Number: 1407411
Customer Account#: 2458013
Sales Professional: Jerod Gadiant
Phone:
Fax:
Email: JGadiant@rdoequipment.com

Equipment Information

Quantity	Serial Number Stock Number	Hours (approx.)	Status / Year / Make / Model Additional Items	Cash Price
1	TBD TBD	0	New 2021 JOHN DEERE 672G 8450T 672G MOTOR GRADER with 6WD 1140 John Deere PowerTech PSS 9.0L meets EPA FT4 Emissions 1840 Engine Exhaust W/ Chrome Stack (FT4 or Stage V only) 1420 Severe Duty Fuel & Water Filtration System 1320 No Quick Service Group 9360 Engine Block Heater 9370 Ether Starting Aid 9380 Heavy Duty Air Cleaner - 9.0L 14 in 9395 Adjusting Rotary Ejector Precleaner 1030 Dual Joystick Controls 5060 Grade Pro Low Cab w/ Lower Front and Side Opening Windows 8830 Rear Camera (R4) 8220 Heated Exterior Mounted Rearview Mirrors 8415 Premium AM/FM Radio with Bluetooth, Aux and Weather Band (WB). 8310 Lower Front Intermittent Wiper & Washer 6010 Powered Cab Air Precleaner 6140 Grade Pro Premium Heated, Leather/Fabric, High-Wide Back Air Suspension Seat 8730 No Sound Absorption Package 6595 Grade Pro Controls w/3 Front Auxiliary Function AND 3 Rear Auxiliary Functions 6650 Grade Pro Controls - Left Side 8510 Air Conditioner Refrigerant Charged 2575 No Grade Control Base Kit Installed 2775 No Topcon 3D GPS Grade Control System installed 9215 AUTOMATION SUITE 5835 Cold Weather Package with Hydrau XR 1610 Hydraulic Pump Disconnect 170C JDLink Ultimate - 5 Year Subscription 1910 Blade Impact Absorption System 2070 14 Ft. x 27 In. x 1 In. (4.27M x 686mm x 25mm) w/ 8 In. x 3/4 In. (203 x 19mm) Cutting Edge & 5/8 In. (16mm) Hardware 2840 Heavy Duty Dual Input Gearbox with Slip Clutch 9465 Right Hand Moldboard Extension, 2 foot in length 1240 Dual 100 Amp Alternators (200 Amp total) 7180 Premium Grading Lights (18 LED Lights) 8120 24-to-12 Volt Converter (30 amps peak / 25 amps continuous) 9270 Tall (26In.(660mm) higher than Standard Frame Lights) Front Snow Plow Light Bar 9290 Flip Down Cab Beacon Bracket (RH) 9295 Flip Down Cab Beacon Bracket (LH) 6750 Less Front Attachment 6850 No Rear Attachment 9220 5.0 lbs. mulii purpose (ABC) Dry Chemical Fire Extinguisher 5510 Autoshift Transmission 5710 Transmission Solenoid Valve Guard 4426 Michelin SnoPlus 7810 Front Fenders 9005 Rear Wheel Fenders 2605 English Manual W/ English Labels & Decals	\$276,943.58

1

TBD
TBD

0

Attachment - New 2021 LITTLE FALLS MACHINE GIM3012A

\$22,110.00

GIM3012A FALLS MODEL POSTLESS IM3012A POSTLESS FRONT
LIFT
SNOW WING
GWNBB HYD BUFFER BRACE FOR MOTOR GRADER WINGS

Equipment Subtotal: ~~\$299,053.58~~

Trade Information

Serial Number	Year / Make / Model	Payoff Information	Trade In Hours	Trade In Value
DW772DX597832	2005 JOHN DEERE 772D	\$0.00	5270	(\$97,000.00)
Total Trade in Value:				(\$97,000.00)
Trade Balance Owed:				\$0.00
Net Difference:				(\$97,000.00)

Purchase Order Totals

Balance:	\$202,053.58
Total Taxable Amount:	\$0.00
MN STATE TAX:	\$0.00
MN SPECIAL TAX:	\$0.00
Sales Tax Total:	\$0.00
Sub Total:	\$202,053.58
Cash with Order:	\$0.00
Balance Due:	\$202,053.58