



Legislation Text

File #: 18-0558R, **Version:** 1

RESOLUTION AUTHORIZING AN INCREASE TO THE ANNUAL CONTRACT FOR ORIGINAL EQUIPMENT MANUFACTURER (OEM) PARTS, SUPPLIES AND LABOR FOR 2018 FROM ZIEGLER, INC. IN THE AMOUNT OF \$62,500 FOR A TOTAL AMOUNT NOT TO EXCEED \$187,500.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to increase the contract for the purchase of OEM parts, supplies and labor in 2018 from Ziegler, Inc. in the amount of \$62,500 for a total amount not to exceed \$187,500 payable as follows:

\$77,500 660-015-5221 (Fleet Services, Public Administration, Equipment Repair Supplies)

\$110,000 660-015-5404 (Fleet Services, Public Administration, Equipment/Machinery Repair & Mtc)

STATEMENT OF PURPOSE: This resolution authorizes an increase to the annual purchase order for 2018 of OEM parts, supplies, and labor to maintain City of Duluth Caterpillar construction equipment such as skid steers, excavators, loaders, motor graders and onsite generators.

Caterpillar OEM parts are used because they are reliable, ensure proper fit and compatibility, and keep us within warranty specifications. The contract covers both routine maintenance and major repair costs on Caterpillar equipment; and provides a discount on parts as well as on-site repair services to reduce down time on equipment.

The increase is directly related to multiple high-dollar grader repairs. The high frequency of light snowfalls this past winter resulted in more equipment damage.