



City of Muscatine



AGENDA ITEM SUMMARY

DATE 8/19/21

STAFF

Jerry Ewers- Fire Chief

SUBJECT

Request to enter into contract and issue purchase order to Reliant Fire Apparatus for a 2021 Pierce Fire Engine.

EXECUTIVE SUMMARY

Presented for City Council's consideration is a request to enter into a contract and to approve the issuance of a purchase order in the amount of \$ 657,433 to Reliant Fire Apparatus for the purchase of a Pierce Fire Engine (PUC pumper mounted on an Enforcer Chassis). We have \$660,000 budgeted for this purchase.

STAFF RECOMMENDATION

We received one bid and that bid met specifications. The recommendation is to enter into a contract with Reliant Fire Apparatus and to choose the full prepayment option so this fire engine purchase is under budget.

BACKGROUND/DISCUSSION

The FY 20/21 budget included \$ 660,000 for the purchase of a new fire engine. The funding for this purchase is from the Spring 2022 bond issue. This will be replacing a 1988 fire engine. Specifications were sent out and listed on the city's webpage. Only one bid was received, but it fully met specifications. The bid had three options for payment, which included a full prepayment, a progress payment, and payment upon delivery. The full prepayment option is \$ 657,433, the progress payment option is \$ 670,556, and the payment upon delivery is \$ 681,818. Pricing is good for 30 days. This will also include a performance bond since we are recommending the prepayment option. After the contract is signed, performance bond received, and check issued to the vendor we will be looking at a build time and delivery date of the new engine in approximately 13 to 14 months. A full detailed inspection of the fire engine will occur prior to accepting the fire engine. Historically, for fire engines and ladder trucks, we have chosen the full prepayment option due to the overall cost savings.

CITY FINANCIAL IMPACT

We have \$ 660,000 approved in the FY 20/21 budget for this fire engine purchase which will be funded from the Spring 2022 bond issue and by choosing the full prepayment discount option the cost will be \$ 657,433 and we will be under budget by \$ 2,567.

ATTACHMENTS
