

## **ACTION FORM**

<b>PROCEEDING Council Meeting</b>	
<b>DEPARTMENT OF ORIGIN: Town Hall</b>	<b>DATE SUBMITTED: 07/26/19</b>
<b>PREPARED BY: Terry Tieman</b>	
<b>SUBJECT: Sale and Purchase of Assets</b>	
<b>REFERENCE:</b>	
<b>RELATED PROJECT:</b>	
<b>REVIEWED BY: Mike Locke</b>	
<b>EXHIBITS:</b>	
<b>EXPENDITURE REQUIRED: \$14,000</b>	<b>AMOUNT BUDGETED: \$2,000</b>
<b>FUNDING SOURCE (Dept./Page in CIP &amp; Budget): Realty Transfer Tax</b>	
<b>TIMETABLE:</b> Sale of the equipment will be next week if approved. New equipment /updated equipment will be as soon as possible.	
<b>RECOMMENDED ACTION:</b> Approve the sale of the 2011 dump truck and the 2016 Bobcat skid steer. Approve the purchase of the 2019 Ford F250 pickup truck and the 2016 Bobcat with tracks. Authorize spending no more than \$14,000 for the new purchases.	

### **BACKGROUND AND ANALYSIS**

The Town currently owns a Ford 2011 F650 dump truck that is under-utilized and over-sized for our needs. The truck's large size makes it cumbersome to use due to the small size of our streets. The 2016 Bobcat skid steer we currently own does not have tracks and will not navigate over the dunes or on the beach. This limits us a great deal and we have had to rent similar equipment with tracks to accomplish the work required on the beach.

We have received an offer of \$54,000 for both pieces of equipment from Mecklejohn Hardscaping and McCabe Landscaping. We have pricing for a 2019 Ford F250 with plow and 8-foot bed for \$42,000. We have also received pricing on a 2016 Bobcat skid steer with tracks and approximately 1000 of use. Our current skid steer has approximately 500 hours for \$28,000.

The two purchases total \$70,000. We would like to look for better pricing and therefore are requesting to spend no more than \$14,000 from the RTT reserve. We can reallocate \$2,000 of budgeted rental expense in Public Works 2020 budget toward the purchase. Our goal is to spend less.