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Agenda Item Number

CITY COUNCIL AGENDA ITEM COVER MEMO

FOR AGENDA OF COUNCIL MEETING/WORK SESSION – DATE: October 24, 2014

ACTION REQUESTED BY: Huntsville Utilities

COUNCILMAN: ALL **DISTRICT: ALL**

SUBJECT MATTER: Gas Budget Work Order

EXACT WORDING FOR AGENDA: Resolution authorizing the approval and purchase of transportation items for FY2014 (BWO 273-2014). (Utilities: Gas).

ORDINANCE: **RESOLUTION:** X **MOTION:**

(IF AMENDMENT, STATE TITLE AND NUMBER OF ORIGINAL): N/A

ITEM IS TO BE CONSIDERED FOR:

INTRODUCTION: **ACTION:** X **DISCUSSION:**

UNANIMOUS CONSENT REQUIRED? No

BRIEFLY STATE WHY THE ACTION IS REQUESTED; WHY IT IS RECOMMENDED OR NOT RECOMMENDED; WHAT COUNCIL ACTION WILL PROVIDE, ALLOW, OR ACCOMPLISH; ANY ASSOCIATED COST; BUDGETED (?); AND ANY OTHER INFORMATION THAT YOU THINK MIGHT BE HELPFUL.

Approval to purchase transportation items for the Gas Department as outlined in the FY2014 budget. The total estimated cost to Huntsville Utilities is $914,795.00. All items are FY2014 budgeted items. This will impact budget code 73. **(Budget Work Order 273-2014).**

MAYOR RECOMMENDS OR CONCURS? YES _____ NO _____ N/A _____

SIGNATURE: **William C. Pippin, President/CEO** **DATE:** September 30, 2013

RESOLUTION NO. 13-_____

WHEREAS, on September 30, 2013 the City of Huntsville Gas Utility Board approved a Capital Budget for the Gas System for the Fiscal Year 2014, which includes Budget Work Order 273-2014 Transportation Purchases for the purchase of new transportation vehicles, equipment and other miscellaneous items needed for the Gas Department, Budget Code 73, in the amount of $914,795.00; and

WHEREAS, the estimated cost of said Budget Work Order 273-2014 Transportation Purchases is in excess of $25,000.00 and requires the consent and approval of the City Council of the City of Huntsville, Alabama.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Huntsville, Alabama, that Budget Work Order 273-2014 Transportation Purchases for the purchase of new transportation vehicles, equipment and other miscellaneous items needed for the Gas Department for Fiscal Year 2014, Budget Code 73, at a total estimated cost of $914,795.00 be, and the same is hereby approved, and the written consent and approval of the City Council of the City of Huntsville, Alabama is hereby granted to the City of Huntsville Gas Utility Board for the expenditure of sufficient funds from the proper fund belonging to the City of Huntsville Gas Utility Board for the payment of the cost thereof.

ADOPTED this the _____ day of _____, 2013.

_____
President of the City Council of
The City of Huntsville, Alabama

APPROVED this the _____ day of _____, 2013.

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Mayor of the City of Huntsville,
Alabama

HUNTSVILLE GAS SYSTEM
Work Order (Budget)

Work Order #: 273-2014

Budget Code: 73

Budget Year: 2014

Description: Purchase new transportation items as outlined in the FY2014 budget for the Gas Department for fiscal year 2014. These items include replacement vehicles and other miscellaneous items. These are 2013-2014 budgeted items, budget code 73.

Budgeted Total: **$914,795.00**

Prepared by:	Beth Newton **Secretary**	**Date:**	9/19/13
Approved by:	Jim Zeb **Manager**	**Date:**	9/19/13
Authorized by:	**Chief Operating Officer**	**Date:**	9/19/13
Authorized by:	**President/CEO**	**Date:**	

Approved by Gas & Water Board: _____
Date

Approved by City Council: _____
Date

Huntsville Utilities
Summary of Capital Budget
Fiscal Year 2014
Gas Department

			MATERIALS	CONTRACT LABOR	IN HOUSE LABOR	TOTAL
TRANSPORTATION (73)						
#1	523260-73	Replace unit #579.6 with an 8'X18' Material Hauling Trailer with 5' Dove tails and ramps or equivalent (LANDSCAPING)	16,000	-	-	16,000
#2	523050-73	Replace #276 with a Ford F250 XL 4x4 Super Cab 3/4 ton styleside or equivalent. This unit is a 2005 model, maint ratio .62, miles 96,520 (GAS OPS SUPER)	30,000	-	-	30,000
#3	523050-73	Replace unit #282.7 Boring Rig Vermeer with a new Vemeer D24x40 II Directional Drill or equivalent/equal. Current unit is a 2006 model with maint ratio of .53 and 3,887 hours. (GAS OPS SUPER)	240,000	-	-	240,000
#4	523050-73	Replace unit #282.7 Boring Rig Locator System with a new F2 Locator System/equivalent (GAS OPS SUPER)	13,000	-	-	13,000
#5	523050-73	Replace unit #240.6 with 8' Frail Mower Alamo (GAS OPS SUPER)	7,500	-	-	7,500
#6	523050-73	Replace unit #281.6 Dual Axle Pipe Hauling Trailer like unit #234.6 or equivalent. 2005 with maint ratio .91. (GAS OPS SUPER)	17,500	-	-	17,500
#7	523050-73	Replace unit #283.1 with a Caterpillar Model 420F 4WD backhoe Extend-A-Boom with a 4 in 1 bucket - 18" digging bucket with Flipover Forks. 2004 model with maint ratio .46 and 4,137 hours (GAS OPS SUPER)	97,000	-	-	97,000
#8	523050-73	Replace unit #227.6 with an 8'x18' Material Hauling Trailer, 14 ton, w/ramps. 2006 model with maint ratio 2.71 (GAS OPS SUPER)	12,750	-	-	12,750
#9	523050-73	Replace unit #255.6 with an 8'x18' Material Hauling Trailer, 14 ton, w/ramps. 2006 model with maint ratio .91 (GAS OPS SUPER)	12,750	-	-	12,750
#10	523050-73	Replace unit #234.3 with a Ditch Witch equivalent or Mini Excavator XT855. 2007 model with maint ratio .99 and 1,612 hours. (GAS OPS SUPER)	44,000	-	-	44,000
#11	523050-73	Replace unit #256.1 with an Excavator Mini Ditch Witch 850 or equivalent. 2007 model with maint ratio.13 and 2,843 hours. (GAS OPS SUPER)	52,000	-	-	52,000
#12	523050-73	Replace unit #235.6 with an 8'x18' Material Hauling Trailer, with ramps. 1999 with maint ratio 1.06 (GAS OPS SUPER)	12,750	-	-	12,750

Huntsville Utilities
Summary of Capital Budget
Fiscal Year 2014
Gas Department

			MATERIALS	CONTRACT LABOR	IN HOUSE LABOR	TOTAL
#13	523050-73	Request replacement of unit #327 1 1988 15 ton 62' Crane truck with a new crane truck 571E 18 ton boom truck - 27' to 71' boom - 20' wood bed - 2-3 part line block with T370 Kenworth Chassis. This unit can be utilized by all 3 departments depending on the needs of gas/water/electric. This will be a new addition to fleet. (GAS OPS SUPER)	180,545	-	-	180,545
#14	523050-73 **CARRYOVER**	New replacement for Unit #274 in FY13 budget is not expected to arrive before 09/30/13. 2 Ton Dump Truck with Pug Mix Dump body w/ cover	89,500	-	-	89,500
#15	523050-73 **CARRYOVER**	New replacement for Unit #233 in FY13 budget is not expected to arrive before 09/30/13. 2 Ton Dump Truck with Pug Mix Dump body w/ cover	89,500	-	-	89,500
		TRANSPORTATION TOTAL	**914,795**	**-**	**-**	**914,795**