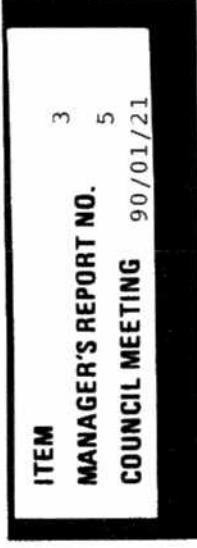


RE: PURCHASE OF EQUIPMENT

MUNICIPAL MANAGER'S RECOMMENDATION:

1. THAT the recommendation of the Director Engineering be adopted.

* * * * *



TO: MUNICIPAL MANAGER 1990 JANUARY 17

FROM: DIRECTOR ENGINEERING

SUBJECT: PURCHASE OF EQUIPMENT

PURPOSE: To obtain Council authority to initiate purchase of equipment for the Engineering Department, prior to approval of the 1990-1994 Capital Budget.

RECOMMENDATION:

1. THAT approval be given to initiate the purchase of equipment listed in this report.

REPORT

The operating cost of all Engineering and Solid Waste fleet equipment is financed through the Operating Budget which serves to fund the equipment replacement reserves. Equipment additional to the existing fleet is financed out of General Revenue or, where sufficient funds exist, out of Equipment Reserve Surplus.

The list of additional and replacement equipment, as outlined in this report, will be included in the 1990-1994 Capital Budget. The additions to the existing fleet are required to improve efficiency of operations and respond to an increasing demand for container service. The new pavement marking unit will be used to apply thermoplastic pavement markings. Its use will upgrade the pavement markings and will have cost benefits (increased durability and lower life cycle cost) and safety related benefits (increased visibility, skid resistance and reflectivity).

In order to minimize the maintenance cost of the aging equipment due to be replaced and lengthy delivery times, it is necessary to begin the tendering process at the earliest opportunity. This will also provide a more favorable salvage value for trade-in equipment. Therefore authorization for these expenditures, prior to approval of the 1990-1994 Capital Budget is requested.

ITEM	3
MANAGER'S REPORT NO.	5
COUNCIL MEETING	90/01/21

New Equipment

- Solid Waste:
- 1 - 3/4 Ton Refuse Container Placement Vehicle
 - 2 - Braking System Enhancers (for Units 322 & 325)
 - 100 - Refuse Containers
 - 1 - Pavement Marking Unit (Thermoplastic Application)

119

\$ 27,000	
21,000	148,000
<u>100,000</u>	
100,000	100,000

Replacement Equipment

- 4 - Mini Pick-Ups
- 1 - 3/4 Ton Pick-Up
- 1 - 2 Ton Walk-In Van
- 1 - 5 Ton Dump Truck

60,000	
17,000	
50,000	<u>182,000</u>
<u>55,000</u>	
\$430,000	=====

Source of Funds

- General Revenue
- Equipment Replacement Reserve
- Trade-In Values

\$248,000
165,600
<u>16,400</u>
\$430,000
=====

The \$248,000 to be provided by General Revenue is included in the approved 1990 Provisional Budget as a contribution to Capital.


 W.C. Suter
 DIRECTOR ENGINEERING

AAS:je

cc: Director Finance