

LIVONIA PUBLIC SCHOOLS

Operations Department

Memorandum

TO: Phillip Francis, Director of Operations

FROM: Harry Lau, Administrator of Facilities and Operations

DATE: December 22, 2016

SUBJECT: Recommendation – Caterpillar 926M purchase

I am recommending and seeking approval to purchase a Caterpillar 926M Wheel Loader, from Caterpillar of Novi, to replace the Cat 928 that was purchased in 1998.

Our current Cat 928 is over 16 years old and has cost the district \$20,000.00, in repairs the past two years.

The purchase price of this equipment is from the MI-Deal (State of Michigan) purchasing consortium (2017 MIDEAL contract #071B7700084).

I request that the funding for this purchase be made with bond funds.

Below is the price of the 2017 Caterpillar 926M, including the trade in value of our current Cat 928.

Trade allowance	1998 Caterpillar 928	\$ 35,000.00
2017 Caterpillar 926M		\$138,985.00
Total price after trade in allowance:		\$103,985.00

Rational: The District Wheel Loaders are necessary pieces of equipment for the Maintenance Department, particularly in the removing of snow from our parking lots.

If you have any questions, please call me.

Thank you.

Cc: K.Price
K.Oaks
B.Stoner