



Yamhill County

Public Works Department

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Russ Heath Shop Supervisor

MEMORANDUM

DATE: September 21, 2015

TO: Board of Commissioners

FROM: Russ Heath

SUBJECT: Motor Grader Replacement

Pape Machinery of Portland was awarded ODOT contract number B31853-2015 for the purchase of new **All Wheel Drive Motor Graders**. Each grader is offered with a full warranty and buy-back options of two years, three years and four years.

After close inspection we believe the three year buy-back option with the three year bumper to bumper warranty offered by Pape Machinery is the best fit for our needs. The three year option offers the lowest operating cost per hour.

The John Deere 772 GP All Wheel drive grader is offered @ \$254,156.00 each with a three year buyback option of \$196,973.00. This is the same model we currently own and plan to exercise the buyback option on.

Therefore, based on the above information, I would like to recommend a purchase of two new John Deere 772 GP all-wheel drive graders from Pape Machinery for \$254,156.00 each. We will also exercise the buyback option on units 10-153 and 10-154.

Funds for this purchase are budgeted in the grader reserve fund of the Motor Vehicle Replacement fund for the 15/16 fiscal year. Public Works Grader 045-029-800.81.

Thank You

Russ Heath

Accepted by Yamhill County
Board of Commissioners on

9.24.15 by Board Order
15-394