

May 27, 2010



City Council Committee Report

To: Mayor & Council

**Fr: Richard Perchuk, Manager of Operations
Michael Mostow, Solid Waste & Fleet Supervisor**

Re: Drop Deck Lake Boat Purchase

Recommendation:

That Council hereby authorizes an amendment to the 2010 Municipal Capital Budget to authorize the purchase of a new drop deck boat and trailer in the amount of \$42,600 plus applicable taxes to be funded through the City's Equipment Replacement Reserve; and,

That in accordance with Notice By-law Number 144-2007, public notice is hereby given that Council intends to amend its 2010 Capital Budget at its June 14, 2010 meeting; and,

That Council hereby gives three readings to a by-law to amend the budget for this purpose; and,

That the following proposals for the purchase of a new drop deck Lake Boat, as specified (plus applicable taxes), be received;

Zag Fab Boats	2010 model 24' drop bow with 140hp	\$37,400.00
	Tandem Galvanized trailer	<u>\$5,200.00</u>
	Total before Taxes	\$42,600.00

Stanley Boats (Woodlake)		
	2008 22' Drop bow with 115hp	\$39,995.00
	Tandem Painted trailer	<u>\$4,695.00</u>
	Total before Taxes	\$44,690.00

	2010 22' Drop bow with 115hp	\$44,995.00
	Tandem Painted trailer	<u>\$4,695.00</u>
	Total before Taxes	\$49,690.00; and further,

That the proposal submitted by Zag Fab Boats, Riverton, Manitoba, for the purchase of a new drop deck Lake Boat, in the amount of \$42,600.00 (plus applicable taxes), be accepted.

Background:

With the disbandment of the Kenora Police force, it was determined that, where possible, any remaining police related assets which could be used elsewhere within the City would be transferred to the applicable departments. In addition, as part of the disbandment, responsibility for animal control was transferred to the City's Operations department.

Unfortunately, the police boat was not configured for general work and material movements. The City requires a suitable large and stable platform for moving materials, bear traps and personnel to Coney Island. As a result, the boat was listed for sale to the public through sealed bids, which returned modest results. The net impact from the sale will be applied to the KPS disbandment costs.

The Police department also had a snow machine that was purchased with bear wise money. It was determined that the equity from the sled should remain in the bear wise program. The funds would be applied to a suitable boat that could move bear traps to Coney Island. The Ski Doo was sold in December of 2009 for \$7,500.00 through sealed bids.

The 2010 Capital Budget included the purchase of a suitable work boat in the amount of \$12,000.00. Because of the timing difference on offsetting revenues (occurring in 2009), the City requires the remainder of the purchase to be funded through the City's Equipment Replacement Reserve.

Proposals- New Boat:

Two (2) bids were received as trades for a suitable drop deck unit as follows:

Zag Fab Boats	2010 model 24' drop bow with 140hp	\$37,400.00
	Tandem Galvanized trailer	<u>\$5,200.00</u>
	Total before Taxes	\$42,600.00

Stanley Boats (Woodlake)		
	2008 22' Drop bow with 115hp	\$39,995.00
	Tandem Painted trailer	<u>\$4,695.00</u>
	Total before Taxes	\$44,690.00

	2010 22' Drop bow with 115hp	\$44,995.00
	Tandem Painted trailer	<u>\$4,695.00</u>
	Total before Taxes	\$49,690.00

It is recommended that the City accept the offer from Zag Fab Boats for a 24' boat in the amount of \$42,600.00 (plus applicable taxes) and that the budget be amended to authorize this purchase, with funding to be taken from the City's Equipment Replacement Reserve.

Budget: 2010 Equipment Replacement Reserves

Communication Plan/Notice By-law Requirements:

Notice of a budget amendment shall be given in accordance with Notice By-law #144-2007.

Distribution: R. Perchuk, M. Mostow, M. Vogrig, M. Van Breda, W. Ortlieb, B. Manson