

CITY COUNCIL AGENDA ITEM

Date: August 5, 2025

To: Frank A. Nastasi, City Manager

From: Robert J. Bruner, Deputy City Manager

Chris Wilson, Assistant City Manager Rob Maleszyk, Chief Financial Officer

Kyle Vieth, Controller

Kurt Bovensiep, Public Works Director Brian D Varney, Fleet Division Manager Emily Frontera, Purchasing Manager

Subject: Standard Purchasing Resolution 4: State of Michigan MiDEAL Cooperative Purchasing

Agreement – DPW Replacement Construction Equipment.

History

• The John Deere 624P Wheel Loader with attachments being purchased is a planned replacement budgeted in the 2026 fiscal year.

- This purchase replaces existing construction equipment that has reached its intended life expectancy and will not increase the size of the existing Department of Public Works motor pool fleet.
- The State of Michigan MiDEAL Program awarded a contract agreement to AIS
 Construction Equipment Corporation of New Hudson MI for John Deere construction
 equipment. (Contract #24000000158).

<u>Purchasing</u>

- AIS Construction Equipment Corporation of New Hudson, MI is the awarded bidder in the State of Michigan Cooperative bid, MiDeal Contract #24000000158.
- The contract pricing is valid thru January 16, 2029 on equipment purchased from AIS Construction Equipment Corporation.
- City Council authorized participation in the Cooperative Purchasing Programs on February 5, 2024 (Resolution #2024-02-031-J-5)
- Pricing to purchase a John Deere 624P Wheel Loader with attachments has been secured through AIS Construction as detailed below and as in the attached proposal per the MiDEAL Cooperative Purchasing Contract.

Financial

- Funds are available in the Public Works Fleet Division Capital Fund under project number 2026C0063 for the 2026 Fiscal Year.
- Expenditures of \$298,422.41 will be charged to Account Number 661.571.565.981.



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Trade-In

AIS Construction Equipment Corporation trade-in allowance of our current 2003 Case 821C Wheel Loader and miscellaneous attachments is \$29,000.

Qty.		Unit Cost	Total Cost	Project#	Budget
	John Deere 624P Wheel				
1	Loader with attachments	\$327,422.41	\$327,422.41	2026C0063	\$300,000.00
	Project Total		\$327,422.41		
1	Trade-in Value		-\$29,000.00		
	GRAND TOTAL LESS				
	TRADE-IN VALUE		\$298,422.41		

Recommendation

City Management requests authorization to purchase a Replacement John Deere 624P Wheel Loader with attachments from *AIS Construction Equipment Corporation of New Hudson, MI*, the authorized Michigan dealer for John Deere construction equipment, as per the State of Michigan MiDEAL Cooperative Purchasing Contract #240000000158 for an estimated total cost of \$327,422.41 less the trade-in amount of \$29,000 for a total estimated cost of \$298,422.41 as detailed in the attached quote; not to exceed budgetary limitations.





GRAND RAPIDS

600 AIS Drive Southwest Grand Rapids, MI 49548 Telephone: (616) 538-2400

LANSING

3600 North Grand River Avenue Lansing, MI 48906 Telephone: (517) 321-8000

SAGINAW

4600 AIS Drive Bridgeport, MI 48722 Telephone: (989) 777-0090

RICHMOND

65809 Gratiot Avenue Lenox, MI 48050 Telephone: (586) 727-7502

TRAVERSE CITY

8300 M-72 East Williamsburg, MI 49690 Telephone: (231) 267-9513

WEST DETROIT

56555 Pontiac Trail New Hudson, MI 48165 Telephone: (248) 437-8121

July 21, 2025

Mr. Brian Varney Fleet Operations Manager City of Troy Public Works 4693 Rochester Road Troy, MI 48085

RE: State of Michigan MiDeal pricing for new Deere 624P wheel loader. MiDeal contract # 240000000158

Dear Mr. Varney,

AIS Construction Equipment Corp & John Deere are pleased to provide the following pricing for a new Deere model 624P wheel loader.

Pricing is current MiDeal State Contract Pricing and as such will be firm until there is a manufacturer list price increase.

One (1) New John Deere 624P wheel loader as outlined in the attached equipment details pages:

Titus Dutan	Φ	1	12 212 00				
List Price	\$		12,312.00				
Less State Contract Discount 30.5 %		(:	125,755.16)				
Sub-Total	\$	2	286,556.84				
PDI 1%			2,865.57				
Gem 3.0 yd. x 96" bucket w/bolt on edge			10,500.00				
Lincoln Auto-Lube Installed			12,500.00				
48 mos./2,000 hr. powertrain & hydraulic warranty 3,700.00							
new AIS Manufactured 14' snow pusher with							
rubber edge & steel side wear plates			10,800.00				
Delivery to Troy			500.00				
TOTAL CASH PRICE DELIVERED		ø	227 422 41				
TOTAL CASH PRICE DELIVERED		\$	327,422.41				
Trade Value Case 821C s.n. 155020		(25,000.00)				
Trade Value Misc. Items (ACS buckets/fork	ζS,						
snow pushers/plows)		(4,000.00)				
MET CASH DDICE DELIMEDED TO TRO	W	¢	200 422 41				
NET CASH PRICE DELIVERED TO TRO	<i>,</i> I	D)	298,422.41				

As AIS is authorized vendor for MiDeal contract # 24000000158, if PO is issued please have made out to:

AIS Construction Equipment Corp. 56555 Pontiac Trail New Hudson, MI 48165 All quotes subject to possible tariff surcharges.

Please contact me any time with questions or if additional info is needed. AIS & my-self look forward to assisting you with any of your construction equipment needs. AIS is Michigan Owned & Operated!

Sincerely, AIS Construction Equipment Co.

Graig Vick

Craig Vick Governmental Sales Manager 586-634-2760

ckv