AGENDA
BIRCH HILLS COUNTY
SPECIAL COUNCIL MEETING
TO BE HELD IN THE
TANGENT COMMUNITY HALL, TANGENT AB
June 24, 2019

3:30 p.m. **1. CALL THE MEETING TO ORDER**

2. ADOPTION OF THE AGENDA

i. Notice of Meeting (Page 2)

3. NEW BUSINESS

a. **Public Works**

i. Grader G32 Repair (Page 3)

NEXT REGULAR COUNCIL MEETING DATE – July 11, 2019

DATE: June 19, 2019

WRITTEN NOTICE
SPECIAL MEETING OF COUNCIL - BIRCH HILLS COUNTY
CALLED UNDER AUTHORITY OF SECTION 194
OF THE MUNICIPAL GOVERNMENT ACT

TO:	REEVE	Gerald Manzulenko
	DEPUTY REEVE	Terry Carbone
	COUNCILLORS	Albert Poetker
		Deanne Wendland
		Paul Reum
		Mel Duvall
		Denise Joudrey

The Reeve has requested that a special meeting of council be held at the Tangent Community Hall, on Monday, June 24, 2019, commencing at 3:30 p.m. for the purpose of discussing and acting upon the following item(s) of business:

1. CALL THE MEETING TO ORDER

2. ADOPTION OF THE AGENDA

3. NEW BUSINESS

   a. Unit G32 (Grader)

Hermann Minderlein, CAO
Municipality of Birch Hills County

Request for Decision (RFD)

Meeting:	Special Council Meeting	**Reviewed/ Approved For Submission**	
Meeting Date:	June 24, 2019	**CAO:**	
Originated By:	Dion Hynes/Dir. Public Works	**Manager:**	
Item Title:	Unit G32 (Grader)	**Presenter:**	Dion Hynes

DESCRIPTION:

Administration is providing Council with information on the current condition of the spare grader (G32) and being requested to provide direction on how to proceed.

BACKGROUND:

G32 is a 2013 772GP John Deere that had a new motor installed under warranty in March of 2018. Following an update on the situation regarding the matter, Council passed the following resolution on April 12, 2018 based on the update and a recommendation from Administration:

> *"**RC18-136 Moved by Councillor Wendland** that Council accept the information provided and direct staff to exchange the grader attachments between units G30 and G32; and dispose of unit G30 at a public auction in place of unit G32."*

This action was completed by June 11, 2018.

DISCUSSION / BENEFITS / DISDVANTAGES:

An email from staff was received by CAO Minderlein on Monday June 17, 2019 advising him that unit G32 is now in need of a major repair. G32 is mainly used for reclamation at this point, and as a backup to the other 4 units if required when one is not provided by the supplier under warranty.

The rear differential/axle needs replacing. Brandt has quoted the County $55,500.00 in parts plus $14,000.00 in labor to repair the unit. The current diagnosis is that if it moves, it will break. G32 had a new motor installed under warranty at Brandt last year so the unit has value, though of course the value would be greatly increased if it was fully functioning. Administration does not have an estimated value for the machine without the repair.

This work would extend the useful life of G32 as the spare grader. It is impossible to predict if there would be any issues with this, or any unit, in the future. Staff will continue to conduct preventative maintenance and monitor performance, but there is no guarantee that these actions would prevent other failures related or unrelated to the new parts.

County graders are scheduled for replacement every 5 years, were replaced in 2018 and 2019, and additional replacements are scheduled for 2020, and 2021. The graders are evaluated each year to determine which unit would be best suited for trade-in or auction

when replacements are purchased. Even with the work currently required, G32 is a good choice for retention due to the new motor that was installed last year.

The spare graders were used for 791 hours (506 for reclaimer) in 2017. There were only 380 hours (112 for reclaimer) of use for the spare grades in 2018 due to the lack of a qualified operator that summer.

There are 6,778 hours of use logged in total for G32, with only 683 of those hours being on the new engine.

COST / SOURCE OF FUNDING:

Cost of funding for G32 repairs are:

Parts $55,500; and

Labor $14,000.

The value at auction with or without repair is unknown at this time.

The repair would qualify for funding from MSI capital funds if available, or could be funded from the rate stabilization reserve, account number 6-00-00-00-711.

RELEVANT LEGISLATION (Cite):

12-01-16 Procurement Policy

ATTACHMENTS: - none

OPTIONS:

Council may choose to:

1. Authorize staff to proceed with repairs quoted by Brandt for $55,500 in parts and $14,000 for labour to unit G32 (the spare grader), and to fund the repairs from MSI capital funds if available, or in whole or part from the rate stabilization reserve, account number 6-00-00-00-711 if adequate MSI capital funds are available to fund the repairs; or

2. Accept the presentation regarding unit G32 (the spare grader) for information and decide not to repair G32 grader and direct Administration to bring information to Council at the July 11, 2019 Regular Council meeting regarding the purchase of a replacement for unit G32.

RECOMMENDED ACTION:

It is Administration's recommendation that Council authorize staff to proceed with repairs quoted by Brandt for $55,500 in parts and $14,000 for labour to unit G32 (the spare grader), and to fund the repairs from MSI capital funds if available, or in whole or part from the rate stabilization reserve, account number 6-00-00-00-711 if adequate MSI capital funds are not available to fund the repairs.