



Yamhill County Public Works Department

2060 Lafayette Avenue, McMinnville Oregon 97128
Ph. 503-434-7373 Fax. 503-435-2699 E-Mail heathr@co.yamhill.or.us

Russ Heath Shop Supervisor

MEMORANDUM

DATE: October, 18 2018
TO: Board of Commissioners
FROM: Russ Heath
SUBJECT: Motor Grader Replacement

Peterson Caterpillar of Hillsboro offers the 2018 Caterpillar 140M All Wheel Drive Motor Grader with a 24 month warranty for \$317,904.00 each.

It is also offered with a 2,000 hour 24 month guarantee buy back option of \$295,000.00.

We believe the 24 month buy-back option offered by Peterson Caterpillar is the best fit for our needs. The 24 month buy-back option offers the lowest operating cost.

The Caterpillar 140M offered by Peterson Machinery is part of the Sourcewell Cooperative Purchasing, of which Yamhill County is a member. Sourcewell contract # 032515-CAT provides a discount of 30%, and the dealer, an additional discount of \$48,700.00.

Therefore, based on the above information, I would like to recommend the purchase of two new Caterpillar 140M all-wheel drive graders from Peterson Caterpillar for \$317,904.00 each and trade units 15-153 and 15-154 (currently owned by Yamhill County Public Works) to Peterson Caterpillar for a minimum of \$196,000.00 each.

Funds for this purchase are budgeted in the Motor Vehicle Replacement fund for the 18/19 fiscal year.

Public Works Grader Replacement Fund 045-029-800.81.

Thank You

Russ Heath

Accepted by Yamhill County
Board of Commissioners on
10/25/18 by Board Order
18-384