

THE RURAL MUNICIPALITY OF MORRIS

The Council of the Rural Municipality of Morris held a special meeting at 10:30 A.M. on Tuesday, April 16th, 1991 in the Council Chambers of the R. M. of Morris.

Reeve Dan Thiessen presided.
Present were Councillors: Bill Martens, Glenn Curdt, Harold Dyck, George St. Hilaire, Dick Zacharias.

The purpose of this special meeting was to discuss the repairs for our D7F Crawler and what company to have do the repairs to this machine. Council also was to meet with some equipment companies to investigate possibilities of trading the machine depending on repair costs, etc.

Councillor Bill Martens, of the Equipment Committee explained to Council that repair costs for our D7F crawler had been received and for the same amount of work being done to the machine, Wesley Machine Shop was approximately \$3,500.00 less cost than the price from Powell Equipment. Powell Equipment repair price was approximately \$9,350.00 while the price from Wesley Machine Shop was approximately \$5,840.00. Following much discussion on the repair of the crawler, the consensus of Council was that Wesley be engaged to conduct the needed repairs to our crawler.

Delegation

At this time in the meeting, Council met with Mr. Gil St. Hilaire of Powell Equipment to discuss possibilities of trading our D7F crawler. Mr. St. Hilaire indicated that his price quotations would be with our machine staying as is (unrepaired). He indicated that our crawler as is could be valued at \$15,000.00 to \$17,000.00. He stated that Powell Equipment had a 1979 D7G crawler available, with angle dozer, rebuilt motor and no cab, for a total cost of \$95,000.00 and an amount of \$78,000.00 being the difference. The net amount would translate into the amount of \$86,404 after the payment of taxes and tax refunds and rebates. He also informed Council that a new D6H crawler, with cable control, would cost approximately \$150,000.00. He indicated possibilities of having a 4 year lease at the amount of \$3,355.00/month plus taxes. Every year, the D6H would be traded for a new machine and at the end of the 4 year period, the R. M. of Morris would then own the machine and it would be a new machine and not one that is 4 years old. Mr. St. Hilaire, indicated that this was a possible offer and not firm as some details of the proposal had not yet been worked out. The lease amount was also based on an interest rate of 11%, and he indicated that an interest rate of 11 3/4% would require a lease amount of \$3,452.00/month. Mr. St. Hilaire stated that for a D7H crawler, the lease amount would be \$5,019.00/month plus taxes.

At approximately 12:15 P.M., Mr. Dick Zacharias had to leave the meeting due to other commitments.

Delegation


Council then met with Mr. Frank Perrin of Construct Equipment and his company sells the Fiatallis crawler. Mr. Perrin told Council that a FD14E crawler would cost \$130,600 as a net difference, however, that offer is if our machine is running. The Municipality would be responsible to remove and replace the motor and Construction Equipment would pay be bill at Wesley Machine Shop to repair the motor. The figure quoted is without taxes which would be calculated on the net difference. Mr. Perrin also stated that a 60 month lease, with a 10% residual, was available at a cost of \$2,718.00/month plus taxes. After the 5 year period, the buy out figure would be \$13,060.00. For an FD20 crawler the purchase difference is \$184,000.00. However both machines cannot be converted to cable control for the scraper. A 60 month lease would be \$3,829.00/month plus taxes with a 10% residual buy out figure.

April 16, 1991.

Council further discussed the options available whether to repair the crawler, aspects of trading the machine. The general opinion from this was that Wesley Machine Shop be engaged to bore out the cylinder to determine if the cylinder could be repaired or if the block needed to be replaced or heat welded. With that being determined following the boring, a decision could then be made as to the degree of repairs to put onto the machine.

Council then adjourned the meeting at 1:00 P.M.


Reeve


Secretary-Treasurer