

Repl #34 + #35

OCT 27 2011



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MEMORANDUM

City Manager Memo No. MC12-004

DATE: OCTOBER 26, 2011
TO: MAYOR & CITY COUNCIL
THRU: RICH DLUGAS, CITY MANAGER *RD*
FROM: JEFF CLARK, FIRE CHIEF *JC*
SUBJECT: WITHDRAWAL OF JOHN DEERE PURCHASES

Staff recommends withdrawal of Council Agenda Item No. 34, requesting approval from RDO Equipment Co. (John Deere) of Arizona Utilizing the Houston Galveston Area Cooperative (HGAC) to purchase a backhoe in an amount not to exceed \$103,588.15.

Staff also recommends withdrawal Council Agenda Item No. 35, requesting approval from RDO Equipment Co. (John Deere) of Arizona Utilizing the Houston Galveston Area Cooperative (HGAC) to purchase a landscape loader in an amount not to exceed \$101,581.22.

These withdrawals are being requested so further research can be conducted.

Thank you.



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

MEMO NO. ST12-009

1. Agenda Item Number:

34

2. Council Meeting Date:

October 27, 2011

TO: MAYOR & COUNCIL

3. Date Prepared: October 3, 2011

THROUGH: CITY MANAGER

4. Requesting Department: Transportation & Development

5. SUBJECT: Approval to use Houston Galveston Area Cooperative (HGAC) for the purchase of a Backhoe Loader from RDO Equipment Co. (John Deere) of Arizona in an amount not to exceed \$103,588.15.

6. RECOMMENDATION: Recommend approval to use Houston Galveston Area Cooperative (HGAC) for the purchase of a Backhoe Loader from RDO Equipment Co. in an amount not to exceed \$103,588.15.

7. BACKGROUND/DISCUSSION: The new John Deere backhoe is a direct replacement for the concrete crew's 1986 Case backhoe; which is underrated for current working requirements. The new backhoe will be capable of moving steel trench plates, has four (4) wheel drive, an extended backhoe bucket arm, higher rated hydraulics, improved cooling system, multi-use front loader bucket, and an operator cab; all of which are crucial but absent with the current older model backhoe. This also allows our equipment fleet to be more standardized, as most of the current equipment assets are John Deere. The local John Deere dealer is agricultural based equipment only; which is why the purchases are being made through a Phoenix located construction based equipment distributor.

8. EVALUATION PROCESS: The requested equipment has been bid by the Houston Galveston Area Cooperative (HGAC). By using this contract the City will save costs and time of the bid process. A purchase order will be used as the contract.

9. FINANCIAL IMPLICATIONS:

Cost: \$103,588.15.

Fund Source:

Acct Name	Fund	Program Name	CIP funded	Amount
712.3300.0000.6320	Capital Replacement Fund	Motor Vehicles	N/A	\$103,588.15

10. PROPOSED MOTION: Move to approve use of the Houston Galveston Area Cooperative (HGAC) for the purchase of a Backhoe Loader from RDO Equipment Co. in an amount not to exceed \$103,588.15.

APPROVALS

11. Requesting Department

Rex Hartmann, Streets Division Superintendent

13. Department Head

R.J. Zeder, Transportation & Development Director

12. Procurement Officer

Mike Mandt

14. City Manager

Rich Dlugas, City Manager