



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:
32

2. Council Meeting Date:
March 5, 2007

TO: MAYOR & COUNCIL

3. Date Prepared: February 21, 2007

THROUGH: CITY MANAGER

4. Requesting Department: Municipal Utilities

5. SUBJECT: Approval to use Houston Galveston Area Cooperative for the purchase of a backhoe from RDO Equipment Company, in an amount not to exceed \$95,388.

6. RECOMMENDATION: Recommend approval to use Houston Galveston Area Cooperative for the purchase of a backhoe from RDO Equipment Company, in an amount not to exceed \$95,388.

7. HISTORICAL BACKGROUND/DISCUSSION: As Chandler continues to reach build-out, service requests are at an all time high. To provide residents and customers with timely repairs and service restoration where necessary, another backhoe is required. Two backhoes will allow repairs simultaneously to more areas of the city, maximizing staff's productivity. A twenty-year old backhoe will be taken out of citywide service and used at the Water Distribution Yard to load fill dirt for offsite repairs.

8. EVALUATION PROCESS: The City approved the use of Houston Galveston Area Cooperative on December 21, 2006. They bid the requested equipment, and by using this contract the City will save costs and time on the bid process. A purchase order will be used as the contract.

9. FINANCIAL IMPLICATIONS:

Cost: \$95,388
Savings: NA
Long Term Costs: N/A

Fund Source:

<u>Account No.</u>	<u>Fund Name:</u>	<u>Program Name:</u>	<u>CIP Funded</u>	<u>Funds:</u>
605.3800.0000.6310	Water Operating/Water Distribution	Motor Vehicles	Non-CIP	\$ 95,388

10. PROPOSED MOTION: Move to approve the use of Houston Galveston Area Cooperative for the purchase of a backhoe from RDO Equipment Company, in an amount not to exceed \$95,388.

APPROVALS

11. Requesting Department


Robert Mulvey, Assistant Municipal Utilities Director

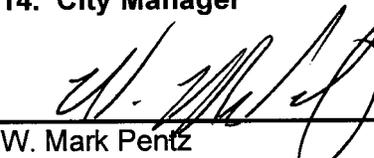
12. Department Head


Dave Siegel, Municipal Utilities Director

13. Buyer/Contract Admin.


Mike Mandt, Purchasing

14. City Manager


W. Mark Pentz