

Agenda Report

TO: CITY COUNCIL

DATE: April 11, 2005

FROM: CITY MANAGER

SUBJECT: AUTHORIZE THE PURCHASE OF ONE JOHN DEERE 710G LOADER BACKHOE IN AN AMOUNT NOT TO EXCEED \$141,444

RECOMMENDATION

It is recommended that the City Council:

- 1) Authorize the issuance of a purchase order to Coastline Equipment Company in an amount not to exceed \$141,444 for the purchase of one Loader Backhoe;
- 2) Grant the proposed purchase order an exemption from competitive bidding pursuant to City Charter section 1002(H), contracts with other governmental entities or their contractors for labor, material, supplies, or services.

BACKGROUND

Staff is recommending the replacement of Equipment # 0892, a 710 John Deere Loader Backhoe, based upon its age and deteriorated condition. This loader/backhoe is used in the removal of damaged street pavement for the slurry seal portions of the annual Preventative Street Maintenance, Capital Improvement Project. This loader/backhoe is also a critical piece of heavy equipment that supports the City crew in emergency repair work excavating failed sections of City streets. It is also used for emergency situations to support the efforts to remove large debris left by windstorms as well as mud and debris clean-up after heavy rains. Recently, this equipment was used daily in the clean-up efforts all around Pasadena. Additionally, this backhoe is used in pre- and post-New Year's activities including street furniture removal/replacement and clean-up operations.


The current loader/backhoe is 15 years old and has met and exceeded its useful lifecycle of 14 years. Maintenance costs are high due to the age of the equipment and the intense use on large roadway and weather-related projects. Upon purchase of the new loader/backhoe this equipment will be declared surplus and disposed of per City policy.

In March of 2001, the State of California, in compliance with California's Multiple Award Schedule Program (CMAS), which is comparable to the City of Pasadena's Competitive Bid Process, awarded contract #4-01-38-0012A to Coastline Equipment Company for the purchase of John Deere Construction Equipment. The contract term runs through 9/30/2005. This contract is available for use by State of California agencies and any city, county, district or other local governmental body or corporation empowered to expend public funds. Purchasing the loader under this contract will result in substantial savings due to the volume discounts offered, whereas a formal bid conducted by the City would likely result in the same equipment at a much higher cost.


FISCAL IMPACT

This equipment is a budgeted replacement and sufficient funds are available in the Equipment Replacement Fund, account #8505-101-766300.

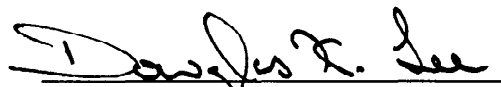
Respectfully submitted,


CYNTHIA J. KURTZ
City Manager

Prepared by:


GEORGE J. ALEMAN, Management Analyst
Building Systems and Fleet Management

Reviewed by:


DOUGLAS K. LEE, Administrator
Building Systems and Fleet Management

Approved by:


MARTIN PASTUCHA
Director of Public Works

**Building Maintenance and Fleet Management
Vehicle Replacement - Backhoe Loader - Condition Report**

Vehicle #	Year / Age / Hours Logged	Lifetime Maintenance Costs	Additional Comments *
892	89 / 15yrs / 8900	\$125,488.00	In for maintenance 19 times since 1/04

Lifetime Vehicle Costs are based on annual O&M charges through FY97 and actuals for FY98 through FY04. Costs include all vehicle expenses including overhead, maintenance, and fuel.

* Salvage value of vehicles estimated to be \$ 11,500