

Agenda Report

TO: CITY COUNCIL

DATE: November 13, 2006

FROM: CITY MANAGER

SUBJECT: AUTHORIZE THE PURCHASE OF ONE JOHN DEERE 444J LOADER
IN AN AMOUNT NOT TO EXCEED \$115,065

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 \$115,065 for the purchase of one new replacement Loader; and
- 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 # 0358, a J. C. B. Loader, based upon its deteriorated condition and high maintenance costs. This loader is used in the removal of dead or hazardous trees throughout the City. The loader is also used for the removal of mud and debris cleanup after heavy rains as well as heat and/or windstorm emergencies. Additionally, this loader is a critical piece of heavy equipment that supports the City crews during pre- and post-New Year's activities such as the removal/replacement of furniture and cleanup operations on City streets.

The current loader is eight years old with high maintenance costs (see Attachment 1) due to its intense use and special project use such as large limb removal and weather-related projects. Upon purchase of the new loader this equipment will be declared surplus and disposed of per City policy.

In April 2006, 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 Bragg Investment Company dba Coastline Equipment Company for the purchase of John Deere Construction Equipment. The contract term runs through April 30, 2010. 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.

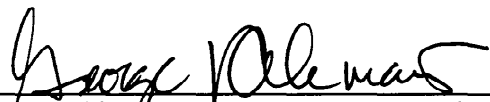
FISCAL IMPACT

This equipment is a budgeted replacement and sufficient funds are available in the Equipment Replacement Fund, account #8504-503-766300.

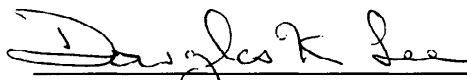
Respectfully submitted,


CYNTHIA J. KURTZ
City Manager

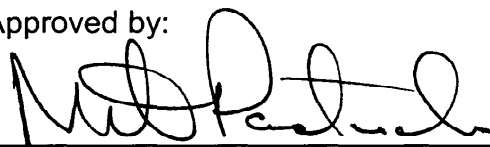
Prepared by:


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 - Forestry Loader - Condition Report**

Vehicle #	Year / Age / Hours	Lifetime Maintenance Costs	Additional Comments *
0358	98 / 9yrs / 3947	\$84,977.71	Out of service since July 2005 Needs Transmission repair with an estimated cost of \$20,000.00

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 and maintenance.

* Salvage value of vehicles estimated to be \$ 10,500

Disclosure Pursuant to the
City of Pasadena Taxpayer Protection Amendment of 2000
Pasadena City Charter, Article XVI

Contractor hereby discloses its trustees, directors, partners, officers, and those with more than a 10% equity, participation, or revenue interest in Contractor, as follows:
(If printing, please print legibly. Use additional sheets as necessary.)

1. Contractor Name:

BRAGG INVESTMENT CO., INC dba CASTLE EQUIPMENT

2. Name(s) of trustees, directors, partners, officers of Contractor:

<u>GEORGE M. BRAGG, PRESIDENT</u>
<u>MARY ANN POOL, SECRETARY / TREASURER</u>
<u>DEL HASLER, VICE PRESIDENT / GENERAL MANAGER</u>

3. Names of those with more than a 10% equity, participation or revenue interest in Contractor:

<u>GEORGE M. BRAGG</u>
<u>MARY ANN POOL</u>

Prepared by: MIKE SMITH *Mike Smith*

Title: SALES MANAGER

Date: 9-11-06

For office use only
Contract No. _____