



# City of Denton

City Hall  
215 E. McKinney Street  
Denton, Texas  
www.cityofdenton.com

## AGENDA INFORMATION SHEET

**DEPARTMENT:** Materials Management

**CM:** Todd Hileman

**DATE:** May 21, 2018

### **SUBJECT**

Consider recommending adoption of an ordinance of the City of Denton, Texas, a Texas home-rule municipal corporation, authorizing the City Manager to execute a contract through the Buy Board Cooperative Purchasing Network Contract Number 515-16 for the acquisition of one (1) 2018 replacement Wheel Loader for the Beneficial Reuse Department; providing expenditure of funds therefor; and providing an effective date (File 6801- awarded to RDO Equipment Company, in the amount of \$313,050.55).

### **BACKGROUND**

The purchase of a replacement wheel loader for the Beneficial Reuse Department was approved as part of the 2017-2018 Fiscal Year budget. The wheel loader will be replacing a 2006 model that has accrued over \$216,000 in lifetime to date maintenance costs and over 13,000 operating hours. This unit will be auctioned after delivery of the new loader. The wheel loader is used to prepare and load Beneficial Reuse products for public sale.

Staff obtained four (4) quotes from prospective suppliers of wheel loaders (Exhibit 2). Fleet Services is recommending the purchase of a new 2018 John Deere model 824K wheel loader from the lowest bidder meeting specifications, RDO Equipment Company offered on Buy Board Cooperative Purchasing Network Contract #515-16.

Pricing obtained through the Buy Board Cooperative Purchasing Network has been competitively bid and meets the statutory requirements of Texas Local Government Code 271.102.

### **PRIOR ACTION/REVIEW (COUNCIL BOARDS, COMMISSIONS)**

On February 1, 2005, Council approved the interlocal with the Buy Board Cooperative Purchasing Network (ordinance 2005-034).

On May 7, 2018, the Public Utilities Board (PUB) recommended this item to the City Council for consideration.

### **RECOMMENDATION**

Award a contract with RDO Equipment Company, for the purchase of a 2018 model Wheel Loader in the amount of \$313,050.55.

### **PRINCIPLE PLACE OF BUSINESS**

RDO Equipment Company  
McKinney, Texas

## **ESTIMATED SCHEDULE OF PROJECT**

Delivery of the Wheel Loader will occur within 180 to 240 days after receipt of order.

## **FISCAL INFORMATION**

The Wheel Loader will be funded from Beneficial Reuse operating account 645084545.1355.30100. Requisition # 138290 has been entered in the Purchasing software system in the amount of \$313,050.55. The budgeted amount for this item is \$350,000. Unused funds will remain in the department's replacement fund.

## **STRATEGIC PLAN RELATIONSHIP**

The City of Denton's Strategic Plan is an action-oriented road map that will help the City achieve its vision. The foundation for the plan is the five long-term Key Focus Areas (KFA): Organizational Excellence; Public Infrastructure; Economic Development; Safe, Livable, and Family-Friendly Community; and Sustainability and Environmental Stewardship. While individual items may support multiple KFAs, this specific City Council agenda item contributes most directly to the following KFA and goal:

**Related Key Focus Area:   Organizational Excellence**

**Related Goal:               1.1 Manage financial resources in a responsible manner**

## **EXHIBITS**

Exhibit 1: Agenda Information Sheet

Exhibit 2: Bid Tabulation and Quotes

Exhibit 3: Ordinance

Respectfully submitted:  
Karen Smith, 940-349-7100  
Purchasing Manager

For information concerning this acquisition, contact: Terry Kader at 940-349-8729