



MEMORANDUM

To: Mayor Donna Dodgen
City Council
Steve Parker, City Manager

From: John Donnelly, Director of Public Works

Subject: Equipment Purchase – 2023 John Deere 524P Wheel Loader

Date: March 28, 2023

The Public Works 5-Year Capital Equipment plan recommends the purchase of a new wheel loader. The new loader will replace a 2012 Case Wheel Loader that has resulted in major repair costs to keep it operational and safe for use in the warehouse area for the purpose of loading the horizontal grinder for our Brush Department.

Staff has received a quote from RDO Equipment, Co., New Braunfels, Texas in the amount of \$225,527.90, utilizing Sourcewell. Sourcewell is a government unit established under the laws of the State of Minnesota with the purpose of establishing a purchasing cooperative open to other governmental agencies. Sourcewell contracts meet Texas state bidding requirements. Staff finds the new equipment purchase and warranty to be the most cost effective and within the estimated budget of the 5-year plan.

Staff recommends purchase approval of the 2023 John Deere 524P Wheel Loader in the amount of \$225,527.90. Funding will come from the mid-year budget amendments as presented for second reading by Finance at the meeting.

Staff will be available to answer any questions.

Cc: Rick Cortes, Assistant City Manager
Susan Caddell, Finance Director
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