

City Council – Action Request Form

Date: September 17, 2018

To: The City Manager

From: Johnnie Taylor, Operations Manager
Jerry Bates, Purchasing Director

Council Action Requested:

Adoption of Resolution Awarding Purchase Order for Motor Grader.

Strategic Focus Area: Service Excellence
Strategic Objective: Ensure Service Delivery Efficiency and Effectiveness
Strategic Plan Action Item: No
Key Work Item: No



Summary of Information:

The Street Maintenance Division of the Traffic Field Operations Department has the immediate need to replace motor grader #877, a Dresser model 830, which was purchased in 1992 for \$76,426.45 and has \$47,234 in accumulated maintenance and repair costs. This motor grader is used throughout the year to construct and maintain road shoulders and lateral roadside ditches; to repair hazardous drop-offs at the edge of paved travel ways and to repair and maintain unpaved roads within the city limits. It is also used to remove accumulated snow and ice from major roadways and the central business district during snow events.

On May 19, 2015, Sourcewell (formerly The National Joint Powers Alliance), a cooperative purchasing group located in Staples, Minnesota, awarded contracts for heavy construction equipment and John Deere Construction Retail Sales of Moline, Illinois was awarded competitive bid contract #032515-JDC per bid specifications. James River Equipment Carolinas, LLC located in Greensboro, NC and John Deere distributor for our region, has offered a quotation for a John Deere 670G motor grader for a total cost of \$219,571.84.

N.C.G.S. 143-129(e)(3) authorizes “purchases made through a competitive bidding group purchasing program, which is a formally organized program that offers competitively obtained purchasing products and services at discount prices to two or more public agencies.”

Committee Action:

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|------------------|------------------------|----------------|-----------------|
| Committee | <u>Finance 9/10/18</u> | Action | <u>Approval</u> |
| For | <u>Unanimous</u> | Against | <u></u> |

Remarks:

It is recommended that a purchase order be awarded to James River Equipment Carolinas, LLC for a John Deere 670G motor grader for a total cost of \$219,571.84, per Sourcewell contract #032515-JDC. These recommendations are in accordance with N.C.G.S. 143-129(e)(3).

The City's FY 2018-19 capital equipment budget includes sufficient funds for this purchase which will be financed through the North Carolina Municipal Leasing Corporation. Funding for the lease payments is available in the General Fund FY 2018-19 budget.

M/WBE comment: There are no known area minority or woman-owned companies that sell this equipment.

Workforce Demographics: See Exhibit A