

AGENDA ITEM REPORT

DATE OF MEETING: June 26, 2017

ITEM:

Ordinance to Waive the Competitive Bidding Procedure and Award a Sole Source Contract for the Purchase of a 2016 John Deere 6120 Tractor with 22 Foot Boom Mower Attachment from Woody's Municipal Supply Co. in the amount of \$113,843.00

STRATEGIC PLAN GOAL:

Goal #3: *"Future Oriented, Well-Maintained and Sustainable Infrastructure"*

BACKGROUND:

On March 31, 2017, the Street Department's 2002 John Deere mowing tractor (boom mower) caught fire due to an electrical malfunction. As a result of the fire, the tractor was declared a total loss by a third party insurance adjuster working for the city's insurance provider. The city's insurance policy provides for complete replacement cost of the tractor under the policy's Inland Marine rider. Please see attached memo for full details.

The Street Department has received a quote through the Illinois Joint Purchasing Program from Shiloh Valley Equipment for a new John Deere 6120 Tractor and mowing attachment for a price of \$115,000. If purchased, delivery time for the new tractor is expected to be 9 to 10 weeks. The Street Department has also received a second quote through Diamond Mowers in conjunction with Woody's Municipal Supply for a slightly used 2016 John Deere 6120 tractor with new mowing attachment (75 hours on tractor; brand new mower) for \$113,843. If purchased, delivery is expected to take only 1 to 2 weeks. Purchasing a used tractor is advantageous to the City for the following reasons:

1. The full warranty will be in effect for this mower; and
2. The mower is a 2016 with only 75 hours on the tractor which compares to a "new" mower

Funding for this purchase will come from the proceeds from the insurance settlement from the loss of the 2002 John Deere Tractor and mower and no additional City funding will be required.

RECOMMENDATION:

It is Staff's recommendation to approve the Ordinance and waive the competitive bidding procedure and purchase the 2016 boom mower from Woody's Municipal Supply Co. for the amount of \$113,843.00.

ITEM SUBMITTED BY: Mike Prosser, Street Department General Foreman

ATTACHMENTS:

Memorandum to Public Works Director

Sales Proposal Form Woody's Municipal Supply Co. for Used 2016 John Deere 6120 Tractor with Boom Mower Attachment

New Tractor Price Quote from Shiloh Valley Equipment Co. Through Illinois Joint Purchasing Program