



STAFF REPORT
7/30/2024

TO: Honorable Mayor and City Council Members

FROM: Maritza Martinez, Public Works Director

SUBJECT: Authorize execution of a letter agreement for the purchase of a 2020 John Deere 310 LEP Backhoe Loader, in the amount of \$99,992.98, using awarded CalRecycle SB1383 Local Assistance Grant Program funds.

STAFF RECOMMENDATION:

Authorize execution of a letter agreement for the purchase of a 2020 John Deere 310 LEP Backhoe Loader, in the amount of \$99,992.98, using awarded CalRecycle SB1383 Local Assistance Grant Program funds.

EXECUTIVE SUMMARY:

The City submitted and was awarded \$118,046 from CalRecycle through their SB 1383 Local Assistance Grant Program. The submitted grant application was for purchase of equipment, a used backhoe and new material blower machine; both to be used in supporting the city's annual park maintenance that now incorporates the use of mulch into its annual turf maintenance rehabilitation operations. These efforts both improve the root system for park turf areas and provide an opportunity for the City to meet the purchase requirements set by SB 1383 for the City of Coachella.

Staff has obtained several informal proposals for used backhoe equipment and have found units ranging between \$80,000-\$120,000. Used units are usually sold through an auction process (models and year vary). The city was notified by RDO Equipment Co. that a used unit similar to the one staff had requested informal bids for was recently available.

Staff is recommending authorization to execute a letter purchase agreement for a *best value* award of this 2020 John Deere 310 LEP Backhoe Loader, due to the low hours of use (1868 hours) and the warranty available with the unit purchase (warranty through 4000 hours of use). The purchase price provided in the proposal and proposed letter agreement, is \$99,992.98.

FISCAL IMPACT:

The recommended action does not have a fiscal impact as these funds will be reimbursed through the awarded CalRecycle SB1383 Local Assistance Grant Program.

Attachment: Letter Agreement