

LETTER AGREEMENT BETWEEN RDO EQUIPMENT CO. AND CITY OF COACHELLA

July 30, 2024

RDO Equipment Co.
83-300 Avenue 45
Indio, CA 92201

Re: Letter of Agreement for Purchase of 2020 John Deere 310LEP Backhoe Loader

Dear Mr. James Garcia:

This letter shall be our Purchase Agreement regarding the 2020 John Deere 310LEP Backhoe Loader described below (“Services”) to be provided by RDO Equipment Co., a corporation, (“Contractor”) as contractor to the City of Coachella for Backhoe Loader (“Project”).

The Services to be provided include: purchase of a used 2020 John Deere 310LEP Backhoe Loader with 1868 hours. The Services to be provided are more particularly described in the Scope of Services attached hereto as Exhibit “A” and incorporated herein by reference.

Contractor shall perform all Services under this Letter of Agreement in a skillful and competent manner, consistent with the standards generally recognized as being employed by professionals in the same discipline in the State of California, and consistent with all applicable laws. Contractor represents that it, its employees and subcontractors have all licenses, permits, qualifications, and approvals of whatever nature that are legally required to perform the Services, including a City Business License, and that such licenses and approvals shall be maintained throughout the term of this Agreement. Compensation for the above services shall be based on the not to exceed amount of Ninety-nine Thousand Nine Hundred Ninety-Two Dollars and Ninety-Eight Cents (\$99,992.98).

Contractor is aware of the requirements of California Labor Code Section 1720, et seq., and 1770, et seq., as well as California Code of Regulations, Title 8, Section 1600, et seq., (“Prevailing Wage Laws”), which require the payment of prevailing wage rates and the performance of other requirements on “public works” and “maintenance” projects. If the Services are being performed as part of an applicable “public works” or “maintenance” project, as defined by the Prevailing Wage Laws, and if the total compensation is \$1,000 or more, Contractor agrees to fully comply with such Prevailing Wage Laws. City shall provide Contractor with a copy of the prevailing rates of per diem wages in effect at the commencement of this Agreement. Contractor shall make copies of the prevailing rates of per diem wages for each craft, classification or type of worker needed to execute the Services available to interested parties upon request, and shall post copies at the Contractor’s principal place of business and at the project site. Contractor shall defend, indemnify and hold the City, its elected officials, officers, employees and agents free and harmless from any claim or liability arising out of any failure or alleged failure to comply with the Prevailing Wage Laws.

Contractor shall provide proof of commercial general liability and automobile insurance to the City in amounts and with policies, endorsements and conditions required by the City for the Services. If Contractor is an employer or otherwise hires one or more employees during the term of this Project, Contractor shall also provide proof of workers’ compensation coverage for such employees which meets all requirements of state law. Contractor shall also provide errors and omissions professional liability insurance appropriate to its profession in an amount, with conditions and for a term acceptable to the City.

Invoices shall be submitted to the City after unit is delivered. City shall review and pay the approved charges on such invoices in a timely manner. Services on the Project shall begin immediately and be completed by August 15, 2024, unless extended by the City in writing. The City may terminate this Letter of Agreement at any time with or without cause. If the City finds it necessary to terminate this Letter of Agreement without cause before Project completion, Contractor shall be entitled to be paid in full for those Services adequately completed prior to the notification of termination. Contractor may terminate this Letter of Agreement for cause only.

To the fullest extent permitted by law, Contractor shall defend, indemnify and hold the City, its officials, officers, employees, volunteers, and agents free and harmless from any and all claims, demands, causes of action, costs, expenses, liability, loss, damage or injury, in law or equity, to property or persons, including wrongful death, in any manner arising out of, pertaining to, or relating to any negligence, errors or omissions, recklessness, or willful misconduct of Contractor, its officials, officers, employees, agents, consultants, and contractors arising out of or in connection with the performance of the Contractor's Services, including without limitation the payment of all consequential damages, expert witness fees, and attorneys fees and other related costs and expenses. Contractor shall defend, at Contractor's own cost, expense and risk, any and all such aforesaid suits, actions or other legal proceedings of every kind that may be brought or instituted against City, its directors, officials, officers, employees, agents, or volunteers. Contractor shall pay and satisfy any judgment, award or decree that may be rendered against City or its directors, officials, officers, employees, agents, or volunteers, in any such suit, action or other legal proceeding. Contractor shall reimburse City and its directors, officials, officers, employees, agents, and/or volunteers, for any and all legal expenses and costs incurred by each of them in connection therewith or in enforcing the indemnity herein provided. Contractor's obligation to indemnify shall not be restricted to insurance proceeds, if any, received by the City, its directors, officials officers, employees, agents, or volunteers.

If you agree with the terms of this Letter of Agreement, please indicate by signing and dating where indicated below. An original, executed copy of this Letter of Agreement is enclosed for your records.

CITY OF COACHELLA

RDO EQUIPMENT CO.

Approved by:

Reviewed and Accepted by Contractor:

Gabriel D. Martin, PhD
City Manager

Date

Approved as to Form:

Carlos Campos
City Attorney

EXHIBIT "A"



Investment Proposal (Quote)

RDO Equipment Co.
83-300 Avenue 45
Indio CA, 92201
Phone: (760) 342-8900 - Fax: (760) 342-8909



Proposal for:
CITY OF COACHELLA
53-990 ENTERPRISE WAY
COACHELLA, CA, 922361713
RIVERSIDE

Investment Proposal Date: 7/25/2024
Pricing Valid Until: 8/8/2024
Deal Number: 1799756
Customer Account#: 3502003
Sales Manager: James Garcia
Phone: (760) 355-7800
Fax: (706) 355-1821
Email: JGarcia@rdoequipment.com

Equipment Information				
Quantity	Serial Number Stock Number	Hours (approx.)	Status / Year / Make / Model Additional Items	Cash Price
1	1T0310ELAKG391100 X288764	1868	Used 2020 JOHN DEERE 310LEP	\$91,941.13
			Warranty -John Deere Power Train & Hyd.-48 Months, 4000 Hours,Deductible: 0, Exp Date: 6/7/2025	\$0.00
Equipment Subtotal:				\$91,941.13

Purchase Order Totals	
Balance:	\$91,941.13
CA STATE TAX:	\$5,516.47
CA COUNTY TAX:	\$229.85
CA CITY TAX:	\$919.41
CA SPECIAL TAX:	\$1,379.12
Sales Tax Total:	\$8,044.85
CA Tire Fee:	\$7.00
Sub Total:	\$99,992.98
Cash with Order:	\$0.00
Balance Due:	\$99,992.98

Equipment Options			
Qty	Serial Number	Year / Make / Model	Description
1	1T0310ELAKG391100	2020 JOHN DEERE 310LEP	None