TO: City Council

FROM: Rick Zoet, DPW Director

SUBJECT: Purchase of two 2023 John Deere Tractors w/attachments

During the annual budget process, the Department of Public Works (DPW) presented a variety of equipment purchases to be included in the FY 23 -24 budget. The trade in of two Holder tractors and a John Deere tractor and the purchase of two John Deere tractors with mowers, blades, and liquid tanks was included as a proposed purchase.

Using negotiated government discount pricing from GreenMark Equipment, the price for two tractors, two 72 inch finish mowers, two Demco 150 gallon brine sprayers, and two HLA hydraulic V-blades is \$135,500. MSRP is \$205,215 but after a discount of \$69,715 and trade of \$21,030, final cost for the City is \$114,470. The approved budget amount for this purchase is \$115,000.

This purchase is necessary because the Holder tractors are no longer safe or reliable for City use. Also, the snow removal contract is up for renewal and with this purchase the DPW team can handle more snow and ice removal of parking lots and parking spaces saving the City contracting expenses. This purchase will not eliminate the use of a contractor for snow and ice removal services entirely.

Funds for this purchase have been budgeted in the FY 23-24 budget under the Equipment – DPW Equipment – Capital Outlay Account 660-902-979.

I recommend City Council approve the trade in of the 2001 John Deere 4200 tractor and two 2011 Holder C992 tractors and the purchase of two 2023 John Deere 3046Rs and attachments for \$114,470.