RESOLUTION NO. 2023-119

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, AUTHORIZING THE PURCHASE ONE (1) CATERPILLAR 930M WHEEL LOADER FROM HAWTHORNE MACHINERY BY UTILIZING A COOPERATIVE PURCHASE AGREEMENT THROUGH SOURCEWELL, AND AUTHORIZING THE DISPOSAL OF THE SURPLUS EQUIPMENT VIA AUCTION

WHEREAS, the Fleet Services Division is replacing one (1) existing 2008 Caterpillar 930H Wheel Loader, Unit No. 3200; and

WHEREAS, staff evaluated the current wheel loader and determined the existing loader has met the standard life expectancy of fifteen (15) years; and

WHEREAS, staff confirmed the need for replacement of the existing wheel loader due to the current age and mechanical condition; and

WHEREAS, sufficient funds are available in the Street Department budget, account No. 5209-001-403, for this wheel loader purchase: and

WHEREAS, staff determined that the Caterpillar 930M was the most efficient and effective wheel loader to replace the existing unit; and

WHEREAS, Caterpillar Inc. of Peoria, Illinois is the manufacturer of the 930M wheel loader; and

WHEREAS, Hawthorne Machinery of San Diego, California, is the local Caterpillar Inc. dealer; and

WHEREAS, Sourcewell conducted a competitive bid process for wheel loaders and Caterpillar Inc. was deemed to be the lowest responsive bidder; and

WHEREAS, the Sourcewell contract for wheel loaders is Contract No. 032119-CAT; and

WHEREAS, the City is utilizing cooperative purchasing with Sourcewell, and as per the Escondido Municipal Code Chapter 10, Article 5, Section 10-91, the City may utilize a cooperative purchase contract, which has been conducted in a competitive manner by the State, County or any other Public or Municipal Agency; and

WHEREAS, staff recommends purchasing one (1) 930M wheel loader from Caterpillar Inc. in the amount of \$302,471.49, which includes sales tax, delivery, and all other associated fees; and

WHEREAS, the existing wheel loader being replaced by this purchase, Unit No. 3200, is deemed surplus property and is no longer required for public use; and

WHEREAS, the City Council desires at this time and deems it to be in the best public interest to authorize the purchase from Hawthorne Machinery using a cooperative purchase agreement with Sourcewell, Contract No. 032119-CAT; and

WHEREAS, the City Council desires at this time and deems it to be in the best public interest to accept the recommendations and approve the disposal of existing Unit No. 3200 via public auction.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California:

- 1. That the above recitations are true.
- 2. That the City Council is authorized to approve, on behalf of the City, the Cooperative Purchase agreement through Sourcewell, as allowed per Escondido Municipal Code Chapter 10, Article 5, Section 10-91.

- 3. That the City Council approves Resolution No. 2023-119 authorizing the Fleet Services Division to purchase one (1) Caterpillar 930M wheel loader from Caterpillar Inc. in the amount of \$302,471.49, which includes sales tax, delivery, operator and mechanic training, and all other fees, as reflected in Exhibit "A" which is attached to this Resolution and incorporated by this reference.
- 4. That the City Council authorizes the Fleet Services Division to dispose of the surplus equipment, Unit No. 3200, that is being replaced by this purchase via public auction with the City contracted auction company.