



STAFF REPORT

September 13, 2023,
File Number 0600-10; A- 3474

SUBJECT

PURCHASE ONE (1) CATERPILLAR 930M WHEEL LOADER

DEPARTMENT

Public Works Department, Fleet Services Division

RECOMMENDATION

Request the City Council adopt Resolution No. 2023-119 authorizing the Fleet Services Division of the Public Works Department to purchase one (1) Caterpillar 930M Wheel Loader from Hawthorne Machinery of San Diego, California, in the amount of \$302,471.49 by utilizing a cooperative purchase agreement through Sourcewell, Contract No. 032119-CAT, and approving the disposal of the surplus equipment via auction.

Staff Recommendation: Approval (Public Works: Joseph Goulart, Director of Public Works)

Presenter: Jeramiah Jennings, Fleet Maintenance Superintendent

FISCAL ANALYSIS

Sufficient funds were budgeted for this equipment purchase in the Street Department Fiscal Year 2024 operating budget in account No. 5209-001-403.

The potential revenue generated by the disposal of the surplus property is unknown until the results of the auction are returned to the City of Escondido ("City"). The funds generated by the auction sale will be deposited into the Fleet Reserve Fund.

BACKGROUND

This purchase is necessary to replace unit No. 3200, a 2008 Caterpillar 930H wheel loader. The existing wheel loader has been in service since 2010, and is being replaced due to reaching the standard service life expectancy of fifteen years, and overall condition. The proposed replacement wheel loader is equipped with the most efficient diesel engine approved by the California Air Resources Board as a Tier 4 Final engine ("T4F"), which will help the City move towards its CAP goals by reducing emissions.

Upon approval from the City Council, one (1) Caterpillar 930M Wheel Loader will be purchased from Hawthorne Equipment of San Diego, California, utilizing a cooperative purchase contract with Sourcewell as allowed per Escondido Municipal Code, Chapter 10, Article 5, Section 10-91, authorizing the purchase of supplies and equipment utilizing cooperative purchase programs.



CITY *of* ESCONDIDO

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Pursuant to the Escondido Municipal Code, Chapter 10, Article 7, Section 10-147, City property that is no longer required for public use and is declared as surplus property. The City's current practice of disposing of surplus vehicles and equipment is through public auction. Staff recommends the disposal of the vehicles being replaced by this purchase via public auction with the City-contracted auction company. The list of vehicles to be replaced and auctioned is attached as Exhibit "A" to Resolution No. 2023-119.

RESOLUTIONS

1. Resolution No. 2023-119
2. Resolution No. 2023-119 - Exhibit "A" – Purchase Quote