



## AGENDA MEMORANDUM

Action Item for the City Council Meeting February 9, 2021

**DATE:** February 9, 2021

**TO:** Peter Zaroni, City Manager

**FROM:** Richard Martinez, Director of Public Works  
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### Purchase of One Motor Grader for Public Works

#### **CAPTION:**

Motion authorizing the purchase of one replacement motor grader from HOLT Texas, Ltd., dba HOLT CAT, for a total amount of \$296,559.19 to be used in the maintenance and repairs of streets by Public Works throughout the City, with FY 2021 funding available through the Equipment Replacement Fund.

#### **SUMMARY:**

This motion authorizes the purchase of one new Caterpillar Model 120 Joy Motor Grader with all standard equipment to be used by Public Works through the BuyBoard Cooperative. This item is a replacement to the fleet and will be used to maintain streets.

#### **BACKGROUND AND FINDINGS:**

Public Works has an operational requirement for one motor grader that will be used to build and maintain streets throughout the City. This unit will be a replacement unit. The motor grader being replaced is over 26 years old with 1,815 service hours. The service life of this motor grader is 10 years.

The procurement is through the BuyBoard Cooperative. Contracts awarded through the BuyBoard Cooperative have been competitively procured in compliance with Texas Local and State procurement requirements. The percentage of savings on the BuyBoard Cooperative is 20% less than list price of \$387,856.00 with an additional dealer discount

of \$26,081.87, for a total savings of \$103,653.07. In light of these savings, this is the best method of purchase for the City.

**ALTERNATIVES:**

An alternative is to continue using the older motor grader and struggle to meet mission requirements due to the increasing age of the motor grader, and the increased maintenance requirements of City street projects.

**FISCAL IMPACT:**

The fiscal impact for FY 2021 is a total amount of \$296,559.19 for the purchase of one motor grader to be funded through the Equipment Replacement Fund.

**FUNDING DETAIL:**

Fund:	5111	Equipment Replacement Fund
Organization/Activity:	12431	Street Fund Fleet
Mission Element:	201	Manage Fleet Inventories
Project # (CIP Only):	N/A	
Account:	550020	Vehicles and Machinery

**RECOMMENDATION:**

Staff recommends approval of this motion authorizing the purchase of one motor grader from Holt Cat as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Price Sheet