

City of Rochester Hills AGENDA SUMMARY FINANCIAL ITEMS

1000 Rochester Hills Dr. Rochester Hills, MI 48309 248.656.4630

www.rochesterhills.org

Legislative File No: 2015-0237

TO: Mayor and City Council Members

FROM: Allan E. Schneck, P.E., Director of Public Services

Alan Buckenmeyer, Parks Operation Manager

DATE: June 15, 2015

SUBJECT: Utility Vehicles

REOUEST:

City Council is requested to authorize the purchase of five (5) utility vehicles (replacements for 39-329, 39-330, 39-333 & 39-334) from Rochester Lawn Equipment Center, Rochester Hills, Michigan in the amount of \$45,227.60, and one (1) utility vehicle (replacement for 39-332) in the amount of \$7,608.50 from E-Z-GO Division of Textron, Inc., Augusta, Georgia for a total purchase cost not-to-exceed \$52,836.10.

REASON FOR PURCHASE:

The City purchases John Deere equipment through the State of Michigan MiDeal Extended Purchase Program, as it is the best pricing that can be offered to local units of government for John Deere Equipment. The discount received by utilizing the State of Michigan contract for the utility vehicles is 14% with an additional 1% multiple unit discount for purchasing four vehicles. The purchase of the E-Z-GO utility vehicle is through the National IPA cooperative contract. The discount received by utilizing the National IPA cooperative contract for E-Z-GO is 30% for the vehicle and 25% on delivery. Purchasing researched contracts and pricing offered through other national cooperative purchasing organizations to verify pricing offered through the MiDeal and National IPA cooperative contracts was the lowest cost and the best value to the City.

The John Deere utility vehicles are use for maintenance activities, garbage collection and transportation on park lawn areas and in the woods. They are safer in crowded areas and there is less impact in natural areas than full size pick-up trucks. The E-Z-GO has four seats and is used to transport wedding guests around the Museum complex and is also used for special events and light maintenance.

PROCESS:

Vendor Name and Address:

Rochester Lawn Equipment Center 94 W Auburn Road Rochester Hills, MI 48307

E-Z-GO Division of Textron, Inc. 1451 Marvin Griffin Road Augusta, GA 30906-3852

Reason for Selection:

MiDeal Extended Purchase Program National IPA Contract

Method of Purchase:

Purchase Order

BUDGET:

Funding is included in the FY 2015 Adopted Budget

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Fleet Fund	661.977000	Capital Equipment	\$55,390.00	\$52,836.10	\$2,553.90

RECOMMENDATION:

City Council is requested to authorize the purchase of five (5) utility vehicles (replacements for 39-329, 39-330, 39-333 & 39-334) from Rochester Lawn Equipment Center, Rochester Hills, Michigan in the amount of \$45,227.60, and one (1) utility vehicle (replacement for 39-332) in the amount of \$7,608.50 from E-Z-GO Division of Textron, Inc., Augusta, Georgia for a total purchase cost not-to-exceed \$52,836.10.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		