



**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: 2009-0296

TO: Mayor and City Council Members
FROM: Roger Rousse, Director of Department of Public Services
DATE: July 16, 2009
SUBJECT: Articulated Municipal Tractor

REQUEST:

City Council is requested to authorize a purchase order for one (1) new 2009 Trackless MT6 articulated municipal tractor to Fredrickson Supply, LLC, Wyoming, Michigan in the amount of \$103,100.00.

REASON FOR PURCHASE:

Bids for the purchase of one (1) new articulated municipal tractor were solicited and received. Fredrickson Supply was concluded to be the lowest, responsive, responsible bidder to meet the City's specifications. The actual low bidder, Bell Equipment Company took exceptions to the bid specifications.

The municipal tractor is used year round by the Department of Public Service for intersection maintenance of major and local roads, and for winter bike path maintenance. This machine will replace the City's current 1999 Holder 9700 municipal tractor that is fully depreciated and in need of replacement. The Holder 9700 cab doors are severely rusted and in need of replacement. The machine is also in need of two (2) tires and numerous smaller maintenance items that need to be replaced. The front lift quadrant has been repaired many times and also will require replacement soon. The Holder 9700 will be traded-in and the value of the trade-in is \$10,000.00.

PROCESS:

Vendor Name and Address:

Fredrickson Supply, LLC
3705 Linden Avenue S.E.
Wyoming, MI 49548

Reason for Selection:

Fredrickson Supply, LLC is the lowest, responsive, responsible bidder that meets all specifications.

Method of Purchase:

Purchase Order

BUDGET:

The municipal tractor is provided for in the 2009 budget. Cost of the new municipal tractor does not include \$10,000 trade in value of the City's current municipal tractor #39-74.

| Fund Name | Department Account No | Account No. Description | Budget Amount | Cost | Remaining Budget |
|------------------|------------------------------|--------------------------------|----------------------|--------------|-------------------------|
| 661.977000 | Fleet | Equipment Capitalized | \$100,000.00 | \$103,100.00 | \$(3,100.00) |

RECOMMENDATION:

It is recommended that the Rochester Hills City Council approve a purchase order to Fredrickson Supply, LLC Wyoming, MI for one (1) new 2009 Trackless MT6 articulated municipal tractor in the amount of \$103,000.00, which does not include an \$10,000 trade-in revenue for the City's current 1999 Holder 9700 tractor.

| APPROVALS: | SIGNATURE | DATE |
|--|------------------|-------------|
| Department Review | | |
| Department Director | | |
| Budget Content: Finance Director | | |
| Purchasing Process: Supervisor of Procurement | | |
| Mayor | | |
| City Council Liaison | | |