



City Council Report

Date: October 17, 2022
To: City Council
Through: Michael Kennington, Deputy City Manager/Chief Financial Officer
From: Edward Quedens, Business Services Director
Kristy Garcia, Procurement Administrator
Subject: Purchase of One Compact Track Loader (Addition) for the Transportation Department (as requested by the Fleet Services Department) **(Funded by the Local Streets Fund) (Citywide)**

Purpose and Recommendation

Council is requested to approve the award as recommended.

The Fleet Services and Transportation Departments and Purchasing recommend authorizing the purchase using the State of Arizona cooperative contract with Empire CAT (a Mesa business) at \$134,166.21.

Background / Discussion

This purchase will provide one, 2023 Caterpillar 272D3XE DM1 Compact Loader, a versatile piece of equipment for the Transportation Department's Asphalt work group. This multi-purpose skid steer will be used in smaller areas where larger milling machines cannot fit while performing asphalt repairs. It can also be used for smaller asphalt repairs that do not require substantial areas of milling.

The State of Arizona cooperative contract has been competitively bid and meets the City's procurement requirements. Utilizing the State contract allows the City to receive competitive rates based on a competitively solicited agreement. Fleet Services believes the price is fair and reasonable and soliciting for this product would not result in the City receiving more favorable pricing or terms. In addition, the City is currently operating Caterpillar skid steers, therefore additional training is not required for the Operators and Fleet Services staff to service and repair this loader.

The State contract allows the City to purchase this Caterpillar skid steer from a Mesa vendor deliverable within 180 to 210 days upon receiving a Purchase Order. If the City competitively bids, it will take 13 to 19 months to manufacture the equipment.

Purchase Information

Action: Award
Procurement Type: Cooperative Contract Use
Contract Number: 2023091
Contracting Agency/Contract Number: State of Arizona/CTR052847

Local Consideration: Policy did not apply to this procurement method
Funding Source: Fleet Services Department budget through the Local Streets Fund

AWARD RECOMMENDATION

Quantity 1 – 2023 Caterpillar 272D3 XE Skid Steer with Cold Planer with Standard Equipment plus Options per Contract No. 2023091, State of Arizona CTR052847, and Quote (9/11/2022)

Caterpillar List Price	*\$156,815.00
State Discount 21% Discount	<u>(\$32,931.15)</u>
Cooperative Contract Price	\$123,883.85
8.3% Mesa Sales Tax	<u>\$10,282.36</u>
Total	<u>\$134,166.21</u>

One Addition for the Transportation Department funded by the Local Streets Fund. *Base \$98,100 plus Options \$58,715.