

Council Meeting of
September 26, 2006

Honorable Mayor and Members
of the City Council
City Hall
Torrance, California

Members of the Council:

SUBJECT: General Services - Authorize purchase of one (1) Loader/Backhoe with five (5) year extended warranty. Expenditure: \$58,909.03

RECOMMENDATION

The General Services Director recommends that the City Council authorize the award of a purchase order to Cook Equipment Company of Fullerton, California in the amount of \$58,909.03 to furnish one (1) 2006 New Holland Model B95 4-Wheel Drive Loader/Backhoe with five (5) year/5000 hour extended warranty (includes sales tax).

Bid No. B2006-32

Funding

Funding is available in the FY 2006-07 Vehicle & Equipment Revolving Fund.

BACKGROUND

The proposed purchase is a scheduled replacement for the below listed item of heavy equipment used by the City's Street Maintenance Division. This item of equipment has served the City considerably beyond its expected service life. The City's established replacement criterion for this type of equipment is normally twelve (12) years or 10,000 hours of use. This item is now eighteen (18) years old with 21,185 hours of use. Since first becoming eligible for replacement in the year 2000, staff has continually monitored the condition of this item of equipment from year-to-year. Accordingly, present consensus is that the item should now be replaced due to extensive wear and tear.

Equip. #	Year	Make	Model	Hours	Condition
9256	1988	CASE	580K	21,185	Long history of hydraulic system problems, ongoing brake system problems, recent fuel tank leakage.

ANALYSIS

Formal bids were opened on August 24, 2006. Bid results are listed below.

Vendor	Item Specified in Bid	Item Bid by Vendor	Total Bid Price with Five Year/5000 Hour Extended Warranty (Includes Sales Tax)
* Cook Equipment Company, Fullerton, CA	CASE 580M 4-Wheel Drive Loader/Backhoe	New Holland B95 4-Wheel Drive Loader/Backhoe	\$58,909.03
So Cal Tractor Sales, Sun Valley, CA		New Holland B95 4-Wheel Drive Loader/Backhoe	\$63,461.56
Cook Equipment Company, Fullerton, CA		JCB 214E 4-Wheel Drive Loader/Backhoe	\$64,289.33
D3 Equipment Company, Santa Fe Springs, CA		CASE 580M 4-Wheel Drive Loader/Backhoe	\$65,055.00
Scott Equipment Company, Fontana, CA		New Holland B95 4-Wheel Drive Loader/Backhoe	\$67,490.94

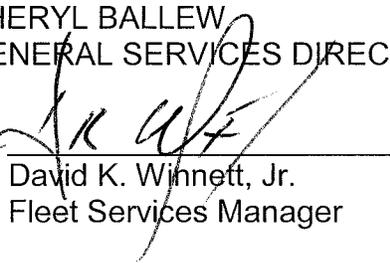
* Lowest Responsible Bidder

Cook Equipment Company provided the lowest bid for an item considered by staff to be equivalent to the item specified in the bid. Staff therefore recommends that the equipment be purchased from Cook Equipment Company of Fullerton, California.

Respectfully Submitted,

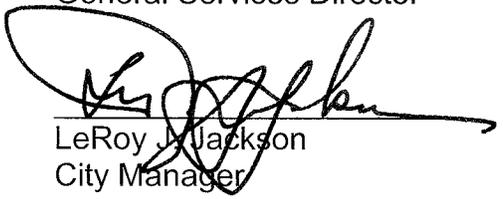
SHERYL BALLEW
GENERAL SERVICES DIRECTOR

By


David K. Winnett, Jr.
Fleet Services Manager

CONCUR:


Sheryl Ballew
General Services Director


LeRoy J. Jackson
City Manager