

Memorandum

November 10, 2022

To: Randy Newsom, DPW

From: Jarred Coursey, ADPW

Subject: Recommendation to Purchase Backhoe Tractor

In the 2022-23 Public Services budget, one new Backhoe was approved for the department. The new backhoe will replace unit 250E. Unit 250E is a 2004 model with over 3,500 hours of usage. This unit in the past two years has started to show significant signs of wear and tear with maintenance costs exceeding \$10,000.

Public Works staff has recommended and gotten quotes for a new backhoe for the Public Services department to replace unit 250E. This new backhoe is greatly needed to continue to offer valuable services to this community and its citizens.

The funds for this new unit will come from the Capital Outlay account 01-7000-06-00. Council approved an amount of \$185,000 to be spent towards the purchase of a new backhoe. Attached is a John Deere contract through SOURCEWELL with a purchase price of \$152,175.10. We will receive a trade-in value of \$20,000 on unit 250E bringing the purchase price down to \$132,175.10.

I would like to recommend to Council for their consideration and approval of the purchase of the new backhoe from John Deere in the amount of \$132,175.10. I would like to get this item on the next Council agenda for Nov. 15, 2022.



JOHN DEERE

Retail Purchase Order

RDO Equipment Co.
5301 Mark IV Parkway
Fort Worth TX, 76131
Phone: (817) 232-8094 - Fax: (817) 847-0398

Bill To:
CITY OF SAGINAW
ACCTS PAYABLE
PO BOX 79070
SAGINAW, TX, 761790070
TARRANT ()
(817) 232-4640

Purchase Order Date: 10/10/2022
Purchase Order #: 1597999
Purchaser Account #: 4640004
Customer Purchase Order #: n/a

Customer Purchaser Type: Governmental - City/Town/Village
Customer Market Use: Road Building - Highways & Sts. Paving
Location of First Working Use: SAGINAW, TX, 761790070
Dealer Account Number: 177417
Governmental Sales Professional: Austin Walker
Phone: (817) 566-1541
Fax:
Email: awalker@rdoequipment.com

Comments

QUOTE VALID UNTIL 12/9/2022 (60 DAYS)

Equipment Information

Quantity	Serial Number Stock Number	Hours (approx.)	Status / Year / Make / Model Additional Items	Cash Price
1	TBD TBD	0	New 2022 JOHN DEERE 410P	\$247,138.89
Customer Discount Sourcewell Discount #032119-JDC 41%				(\$94,963.79)
PM Custom Final Tier 4 - 0 - 1500 Hours				
Warranty -John Deere Power Train & Hyd.-48 Months, 4000 Hours,Deductible: 0, Exp Date: 10/10/2026				
Item Subtotal:				\$152,175.10
Equipment Subtotal:				\$152,175.10

Trade Information

Serial Number	Year / Make / Model	Payoff Information	Trade In Hours	Trade In Value
T0410GX944011	2005 JOHN DEERE 410G	\$0.00	3320	(\$20,000.00)
Total Trade in Value:				(\$20,000.00)
Trade Balance Owed:				\$0.00
Net Difference:				(\$20,000.00)

Purchase Order Totals

Balance:	\$132,175.10
Total Taxable Amount:	\$0.00
TX STATE TAX:	\$0.00
TX CITY TAX:	\$0.00
TX SPECIAL TAX:	\$0.00
Sales Tax Total:	\$0.00
Sub Total:	\$132,175.10
Cash with Order:	\$0.00
Balance Due:	\$132,175.10