

PURCHASING & LICENSING COMMITTEE

13-0480R

RESOLUTION INCREASING THE ORIGINAL PURCHASE ORDER TO TITAN MACHINERY, INC., FOR OEM REPLACEMENT PARTS AND LABOR FOR CASE EQUIPMENT BY \$20,000, FOR A NEW CONTRACT TOTAL OF \$68,000.

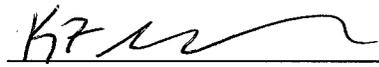
CITY PROPOSAL:

WHEREAS, the city purchasing division issued the original purchase order to Titan Machinery, Inc., on January 15, 2013, in the amount of \$48,000, an amount not requiring city council approval; and the fleet services division finds now that it must increase the purchase order due to increased usage and the need for repairs and maintenance during year 2013.

RESOLVED, that the proper city officials are hereby authorized to increase the purchase order to Titan Machinery, Inc., for OEM (original equipment manufacturer) replacement parts and labor for Case backhoes and loaders by \$20,000 for a new contract total of \$68,000, terms net 30, Minnesota state discount of ten percent on current pricing list, payable as follows:

- (a) \$15,000, from Fleet Services Fund 660, Dept./Agency 015 (Public Administration), Object 5221 (Equipment Repair Supplies);
- (b) \$ 5,000, from Fleet Services Fund 660, Dept./Agency 015 (Public Administration), Object 5404 (Equipment/Machinery Repair & Mtce.)

Approved:



Department Director
Purchasing Agent 

Approved for presentation to council:



Chief Administrative Officer

Approved as to form:



Attorney

Approved:



Auditor

STATEMENT OF PURPOSE: This resolution authorizes an increase of \$20,000 to the original purchase order issued to Titan Machinery, Inc., for OEM replacement parts and labor for Case equipment. Purchase Order 13-0098 was issued January 15, 2013, for \$48,000. (Council approval was not required.) The increase of \$20,000 will bring the total amount to \$68,000.

The increase is justified by an ever increasing usage, and the need of repairs and maintenance of the fleet division's Case equipment (backhoes and loaders).

Titan Machinery, Inc., is a local vendor in Duluth.

Requisition 13-0098-1