

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

708



**FROM:** Purchasing and Fleet Services

**SUBMITTAL DATE:**  
June 17, 2015

**SUBJECT:** Ratify and approve the increase to the purchase orders for proprietary Original Equipment Manufacturers (OEM) Caterpillar parts as needed with Johnson Machinery for five additional years. All Districts. [\$4,075,000] Transportation Department Annual Budget/Rental Rates, Flood Control District Budget, and Department of Waste Resources Enterprise Funds.

**RECOMMENDED MOTION:** That the Board of Supervisors:

1. Ratify, approve and authorize the Purchasing Agent to increase the Purchase Orders with Johnson Machinery for proprietary Caterpillar OEM equipment and related services on behalf of:
  - TLMA from \$125,000 to \$225,000,
  - Flood Control \$90,000,
  - Department of Waste Resources from \$300,000 to \$500,000,
 for an annual aggregate amount of \$815,000, and approve the period of performance extension from an expiration date of 6/5/2017 to June 30, 2020; and,
2. Authorize the Purchasing Agent, in accordance with Ordinance No. 459, based on the availability of fiscal funding, to adjust the scope of services/work that do not change the substantive terms of the purchase order, including the compensation provision that do not exceed an annual increase of 10%.

*Lisa Brandl*

Lisa Brandl, Director  
Riverside County Purchasing & Fleet Services

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ 815,000	\$ 815,000	\$ 4,075,000	\$ 815,000	Consent <input type="checkbox"/> Policy <input type="checkbox"/>
NET COUNTY COST	\$	\$	\$	\$	

<b>SOURCE OF FUNDS</b>	Waste Resources Enterprise Funds Amount -\$500,000	<b>Budget Adjustment:</b> For Fiscal Year: 14/15-19/20
	Transportation Department Annual Budget Amount - \$225,000	
	Flood Control Annual Budget - \$90,000	

**C.E.O. RECOMMENDATION:**

**APPROVE**

BY: *Ivan M. Chand*  
Ivan M. Chand

8/5/2015

County Executive Office Signature

**MINUTES OF THE BOARD OF SUPERVISORS**

On motion of Supervisor Benoit, seconded by Supervisor Tavaglione and duly carried, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Tavaglione, Washington and Benoit  
Nays: None  
Absent: Jeffries and Ashley  
Date: August 18, 2015  
xc: Purchasing

Kecia Harper-Ihem  
Clerk of the Board  
By: *Kecia Harper-Ihem*  
Deputy

Prev. Agn. Ref.: 6/5/2012, 3.50 | District: All | Agenda Number:

**3-57**

Juan Perez, TLMA  
 Department of Waste Management  
 Department of Transportation  
 Department of Flood Control  
 Department of Williams, Flood Control

- A-30
- Positions Added
- 4/5 Vote
- Change Order

**SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**  
**FORM 11: pprove the increase to the purchase orders for proprietary Original Equipment**  
**Manufacturers (OEM) Caterpillar parts as needed with Johnson Machinery for five additional years.**  
**All Districts. [\$4,075,000] Transportation Department Annual Budget/Rental Rate**  
**DATE: June 17, 2015**  
**PAGE: 2 of 2**

**BACKGROUND:**

**Summary**

Department of Waste Resources, Transportation Land Management Agency, and the Flood Control District maintain Caterpillar heavy equipment in the field for daily operations. OEM parts are needed when there are no comparable parts available from other sources, Johnson Machinery is the local Riverside County Caterpillar parts distributor and other authorized dealers are unable or unwilling to offer competitive pricing for these parts orders. Therefore, the County has no option other than to buy these parts from Johnson Machinery.

Repairs for the heavy equipment are performed by departmental mechanics that require proprietary (OEM) parts for replacement, and the costs for the parts have increased for the last three years by approximately 5% each year. The Transportation Department operates approximately 500 pieces of equipment to maintain the county roadways, and approximately 105 Caterpillar heavy equipment range in age of 10 to 15 years old and require constant upkeep, thus experiencing an increase in prices for replacement parts. The Department of Waste Resources has experienced a similar increase in parts replacements due to the average age of the current equipment (14 years) and increase of equipment operation as well; however, Flood Control has not experienced any usage increases as their equipment is not as old.

**Impact on Citizens and Businesses**

Heavy equipment is essential in providing services to the residents of Riverside County.

**Contract History and Price Reasonableness**

On June 5, 2012, Agenda 3.50, the Board of Supervisors approved \$125,000 for TLMA, \$300,000 for Waste Management, and \$90,000 for Flood Control for the maintenance of their equipment. Over the last three years as usage and the age of the equipment have increased, parts costs from Caterpillar have also increased approximately 5% annually. Therefore, the need to increase the purchase orders is essential to maintain the heavy equipment for the maintenance of the roads in Riverside County. Additionally, Johnson Machinery has offered a payment discount of 10% when invoices are paid by the 10<sup>th</sup> of the following month.

**Riverside County Board of Supervisors  
Request to Speak**

Submit request to Clerk of Board (right of podium),  
Speakers are entitled to three (3) minutes, subject  
to Board Rules listed on the reverse side of this form.

**SPEAKER'S NAME:** Ms. Miller

**Address:** www.globalharmonynetwork.org  
(only if follow-up mail response requested)

**City:** ~~Costa Mesa~~ **Zip:** 92531

**Phone #:** \_\_\_\_\_

**Date:** Aug 17 2015 **Agenda #** 3-57

**PLEASE STATE YOUR POSITION BELOW:**

**Position on "Regular" (non-appealed) Agenda Item:**

\_\_\_\_\_ **Support**      \_\_\_\_\_ **Oppose**      \_\_\_\_\_ **Neutral**  
*Comment*

**Note:** If you are here for an agenda item that is filed  
for "Appeal", please state separately your position on  
the appeal below:

\_\_\_\_\_ **Support**      \_\_\_\_\_ **Oppose**      \_\_\_\_\_ **Neutral**

**I give my 3 minutes to:** \_\_\_\_\_

## **BOARD RULES**

### **Requests to Address Board on "Agenda" Items:**

You may request to be heard on a published agenda item. Requests to be heard must be submitted to the Clerk of the Board before the scheduled meeting time.

### **Requests to Address Board on items that are "NOT" on the Agenda:**

Notwithstanding any other provisions of these rules, member of the public shall have the right to address the Board during the mid-morning "Oral Communications" segment of the published agenda. Said purpose for address must pertain to issues which are under the direct jurisdiction of the Board of Supervisors. YOUR TIME WILL BE LIMITED TO THREE (3) MINUTES.

### **Power Point Presentations/Printed Material:**

Speakers who intend to conduct a formalized Power Point presentation or provide printed material must notify the Clerk of the Board's Office by 12 noon on the Monday preceding the Tuesday Board meeting, insuring that the Clerk's Office has sufficient copies of all printed materials and at least one (1) copy of the Power Point CD. Copies of printed material given to the Clerk (by Monday noon deadline) will be provided to each Supervisor. If you have the need to use the overhead "Elmo" projector at the Board meeting, please insure your material is clear and with proper contrast, notifying the Clerk well ahead of the meeting, of your intent to use the Elmo.

### **Individual Speaker Limits:**

**Individual speakers are limited to a maximum of three (3) minutes.** Please step up to the podium when the Chairman calls your name and begin speaking immediately. Pull the microphone to your mouth so that the Board, audience, and audio recording system hear you clearly. Once you start speaking, the "green" podium light will light. The "yellow" light will come on when you have one (1) minute remaining. When you have 30 seconds remaining, the "yellow" light will begin flash, indicating you must quickly wrap up your comments. Your time is up when the "red" light flashes. The Chairman adheres to a strict three (3) minutes per speaker. **Note: If you intend to give your time to a "Group/Organized Presentation", please state so clearly at the very bottom of the reverse side of this form.**

### **Group/Organized Presentations:**

Group/organized presentations with more than one (1) speaker will be limited to nine (9) minutes at the Chairman's discretion. The organizer of the presentation will automatically receive the first three (3) minutes, with the remaining six (6) minutes relinquished by other speakers, as requested by them on a completed "Request to Speak" form, and clearly indicated at the front bottom of the form.

### **Addressing the Board & Acknowledgement by Chairman:**

The Chairman will determine what order the speakers will address the Board, and will call on all speakers in pairs. The first speaker should immediately step to the podium and begin addressing the Board. The second speaker should take up a position in one of the chamber aisles in order to quickly step up to the podium after the preceding speaker. This is to afford an efficient and timely Board meeting, giving all attendees the opportunity to make their case. Speakers are prohibited from making personal attacks, and/or using coarse, crude, profane or vulgar language while speaking to the Board members, staff, the general public and/or meeting participants. Such behavior, at the discretion of the Board Chairman may result in removal from the Board Chambers by Sheriff Deputies.