




## Interoffice Memorandum

February 8, 2019

TO: Mayor Jerry L. Demings  
and the Board of County Commissioners

FROM:  Carrie Mathes, Manager, Procurement Division

CONTACT: Doug McPherson, Section Manager, Solid Waste Division  
(407) 836-6654

SUBJECT: Approval of Purchase Order M94592, Caterpillar Premier Warranty, Total Maintenance and Repair Service Contract, Auto Lube System, Fire Suppression System, and Extinguisher

### ACTION REQUESTED:

Approval of Purchase Order M94592, Caterpillar Premier Warranty, Total Maintenance and Repair Service Contract, Auto Lube System, Fire Suppression System, and Extinguisher, with Ring Power Corporation in the amount of \$125,263.33.

### PROCUREMENT:

This purchase will provide a five-year or 7,500-hour premier warranty, a five-year or 7,500-hour total maintenance and repair service contract with auto lube system, installed fire suppression system, and extinguisher for a 980 loader to be used at the County landfill.

### FUNDING:

Funding is available in account 4410-038-1036-6430 and 44410-038-1025-3820.

### APPROVALS:

The Solid Waste Division concurs with this recommendation.

### REMARKS:

The Solid Waste Division is purchasing a Caterpillar 980 loader using the Florida Sheriff's Association Contract No FSA18-VEH16.0.

The Solid Waste Division requires the additional purchase of five off contract items: a five-year or 7,500-hour premier warranty in the amount of \$36,227, a five-year or 7,500-hour total maintenance and repair contract in the amount of \$65,756.33, auto lube system in the amount of \$8,500, fire suppression system in the amount of \$14,280, and extinguisher in the amount of \$500.

Ring Power Corporation is the sole authorized dealer for Caterpillar within the Central Florida area and is the sole authorized dealer to perform warranty and repair services on Caterpillar equipment within the Central Florida area.

Warranty and total maintenance and repair service costs are a necessity to prevent against equipment failures that the County has experienced in the past. These equipment failures have a negative impact on County operations. Without auto lube system, fire suppression system, and extinguisher the dozer would be exposed to uncontrollable damage that would put daily operations and employees at risk.

The five-year or 7,500-hour total maintenance and repair service contract helps protect against warranty issues by ensuring warranty required services are performed on time to protect against unpredictable spikes in overhead due to machine maintenance and repairs, help prevent catastrophic failures with oil analysis, provide early warning signs, and protect against unforeseen rising costs.

Price reasonableness has been determined based on comparison to existing equipment with similar type of coverage.