



Meeting: Village Board
Meeting Date: 05/13/2013
Agenda Item: 5g

Mission Statement
 Delivering quality services in a courteous, cost-effective and efficient manner.

VILLAGE BOARD MEETING STAFF REPORT

REPORT TO: Burt R. McIntyre, President
 Village Board of Trustees

REPORT FROM: Geoffrey S. Farr, PE, Director of Public Works

AGENDA ITEM: Review and take action on the purchase of 5 golf carts.

POLICY ISSUE

Should the Village Board approve the purchase of 5 new golf carts for the golf course?

BACKGROUND INFORMATION

The Village currently has 25 rental golf carts at the golf course. Many of the carts are 10 years old, and have a significant number of hours on the motors. The seats and bodies are showing wear and are mechanically suspect. The carts to be replaced are 2002 and 2003 models and receive about 200 hours of use per year. Thirteen of the 25 units are 2004 models or older. The Village should replace the carts on a rotating basis to keep the fleet in good operating condition and to avoid repair costs on low value carts. See the attached pictures of new and the existing golf carts.

The Village has been offered pricing on new 2013 carts, \$3050 each with trade in, as follows:

	<u>Premier Golf, Inc (Club Car)</u>	<u>Versatile Vehicles, Inc (E-Z-GO)</u>
5 Golf Carts	Precedent i2 \$21,770	RXV \$20,250
Motor	10.4 hp Kawasaki, gasoline	13 hp Kawasaki, gasoline
Trade-in	<u>\$ 3,550</u>	<u>\$ 5,000</u>
Net	\$18,220	\$15,250

The new carts are similar to the existing carts that would be beige in color, with tan canopy tops and beige seats, wheel covers, hour meter and have a 4-year limited warranty. We have some interest in private party purchases of the used carts rather than trade them in. Unless there is objection we would offer them for sale on a “first come first served as is basis without warranty” for \$1,000 each. Alternatively the Village could also ask for more than \$1,000 each.

The existing 25 golf carts generate more than \$76,000 in revenue annually or \$3,040 per cart. The carts cost \$435 per year when rotating the carts out on a 7-year basis.

PRIOR ACTION/REVIEW

The Village Board included the purchase of the 5 golf carts and collar mower in the 2013 budget.

FISCAL IMPACT:

- | | |
|------------------------------|------------------------------|
| 1. Is There A Fiscal Impact? | <u>Yes</u> |
| 2. Is it Currently Budgeted? | <u>Yes</u> |
| 3. If Budgeted, Which Line? | <u>Golf Enterprise Funds</u> |
| 4. Amount? | <u>\$15,250</u> |

RECOMMENDED ACTION

Village staff recommends that the Village Board approve the purchase of the new golf carts and permit the sale of the used carts at \$1,000 each.

If the Village Board agrees with this action, the following motion could be used, ***“Motion to approve the purchase of E-Z-GO carts from Versatile Vehicles, Inc. for \$20,250 and allow anyone to purchase the trade-in carts at \$1000 each.”***

POLICY ALTERNATIVE(S)

The Village Board could take the following actions:

- Approve the purchase
- Decline the purchase
- Table the purchase and ask for more information

ATTACHED INFORMATION

- I. Photos
- II. Bid Tabulation

COPIES FORWARDED TO:

- I. None

Existing Equipment



New Golf Carts



PSN



2013 Golf Cars Bids

	Premier Golf & Utility Vehicles, Inc.	E-Z-GO
Model	2013 Club Car Precedent i2 Gas Golf Cars	2013 E-Z-GO RXV Gas Golf Car
Motor	10.4hp Kawasaki - gasoline	13 HP Kawasaki - gasoline
Car Color	Beige	Champagne Beige
Seat Color	Beige	Tan
Top Color	Beige	Tan
Reverse Warning Indicator	?	Yes
Cup Holders/scuff guards	Yes	Yes
Golf Bag Rack	Yes	Yes
Wheel Covers	Yes	Yes
Number Decals	Yes	Yes
Hour Meter	Yes	Yes
Sun Top	Yes	Yes
Message holder	?	Yes
Cooler	---	---
Warrenty	4 year limited warranty	4 year limited warranty
5 New 2013 Golf Carts	\$21,770.00	\$20,250.00
(4) 2002 Golf Carts	\$2,800.00	\$4,000.00
(1) 2003 Golf Cart	\$750.00	\$1,000.00
TOTAL	\$18,220.00	\$15,250.00