



August 16, 2024

STAFF REPORT: Replacement Reserve Fund 2024 Budget Item: Toro Mower Replacement

RECOMMENDATION:

By Motion:

The Board of Directors approves the following:

1. Approve moving forward with the planned and approved 2024 Replacement Reserve Fund project - 5510 D Toro fairway mower; and
2. Approve increasing the Replacement Reserve Fund project - 5510 D Toro fairway mower budget amount from \$90,930 to a not-to-exceed amount of \$100,000.

DISCUSSION:

Since COVID, Toro, the primary and preferred golf course equipment manufacturer, has had significant production and supply issues that also resulted in dramatic price increases. The impact has been several delays in replacement reserve equipment – waiting to see if the product(s) will be available - and the challenge of keeping up with price escalation.

The replacement of the 5510 D Toro fairway motor was approved during the 2024 Budget process with a budget of \$90,930. The bid received from Toro for the new unit is \$99,304 with all the required options (Exhibit A).

FISCAL IMPACT:

The updated price of the unit is approximately \$9,000, or 10%, more than the 2024 Replacement Reserve Fund project budget. Approving the increased budget will not have a material impact on the Replacement Reserve Fund balance.

ATTACHMENTS:

Exhibit A: Toro Mower Quote

Prepared By: **Miguel Sloane**, Director of Operations
Reviewed By: **Jon Mitchell**, Director of Capital Projects and Facilities
Reviewed By: **Justin Malley**, Director of Finance and Accounting
Reviewed By: **Annie Rosenfeldt**, General Manager
Board Meeting Date: August 23, 2024