



CITY COUNCIL MEMORANDUM

FROM: The Office of the City Manager **DATE:** March 25, 2024

SUBJECT: Authorize the City Manager to execute a 52-month lease purchase agreement with Club Car LLC for golf cars for Iron Horse Golf Course in the amount of \$752,351.22 using a Sourcewell cooperative agreement.

PRESENTER: Adrien Pekurney, Director of Parks and Recreation

SUMMARY:

The current Club Car golf car lease at Iron Horse Golf Course expires September 1, 2024. A new 52-month lease purchase for Club Car golf cars is being proposed.

GENERAL DESCRIPTION:

Iron Horse Golf Course currently leases 84 Club Car golf cars. This lease is funded through the annual Iron Horse operating budget and is offset by annual revenues of over \$320,000. Since the current lease will expire in September staff has been evaluating a new lease with Club Car to replace the existing 84 golf cars.

The current and proposed Club Car golf cars at Iron Horse are equipped with GPS and control modules which serve a number of purposes. The GPS is designed to enhance player experience providing distances to the hole and hazard areas throughout the course, as well as player communication, scoring, and advertising opportunities. The car control modules are designed to work in conjunction with the GPS for added safety features such as speed control, restricted area geo fencing, and stopping carts before they reach creeks or hazards. Staff has worked with Club Car on a 52-month lease purchase agreement for 84 Tempo Li Connected golf cars. The new golf car agreement will also include the lease of one Cafe Express beverage cart and one Carryall 500 utility cart. The new golf carts will include GPS golf course mapping displays with Club Car Connect approved through a separate agreement included in this pricing.

The City of North Richland Hills is a member of several inter-local groups and utilizes existing contracts with vendors through the Local Government Purchasing Cooperatives. The Local Government Code states that purchases made through a cooperative purchasing agreement satisfy any state law that would require the City to solicit competitive bids. Club Car has submitted a lease purchase proposal from Sourcewell contract #122220.



<u>Term</u>	<u>Qty.</u>	<u>Cart/Month</u>	<u>Lease/Year</u>	<u>Total Lease</u>
52 Month	84	\$165.86	\$167,189.16	\$752,351.22

RECOMMENDATION:

Authorize the City Manager to execute a Lease Purchase Agreement with Club Car LLC for golf cars for Iron Horse Golf Course in the amount of \$752,351.22 using a Sourcewell cooperative agreement.