CONTRACT # 2531B-Grounds Maintenance Equipment, Parts, and Repair Services

BUYER NAME: Justin M. Herbaugh, VCO, VCA – Procurement Analyst III

Yes. Renew the contract for an additional one-yea	ar period at current contract pricing.
Yes. Renew the contract for an additional one-yea (list below or attach new pricing sheet)	ar period at new contract pricing.
Please see attached letter detailing ch	nanges.
No. Do not wish to renew the contract. If no, plea	ase provide reason below.
npany Name: Land & Coates, Inc	Date: 4/29/25
ature:	Title: President
phone#:757-271-0671	Email: bwinstead@landandcoates.com
:#:0055815-5	



April 29, 2025

Maria A. Gonzalez Henrico County Finance-Purchasing Division 8600 Staples Mill Road P.O. Box 90775 Henrico VA 23273-0775

RE: Contract # 2531B – Grounds Maintenance Equipment, Parts, and Repair Services

Dear Maria:

This letter serves to confirm our agreement for the renewal of the above-referenced contract.

We would like to request a change to the following manufacturer categories:

Honda – Power Equipment

We are requesting a change from 11% discount to 5% discount on Honda Power Equipment. Honda has lowered their MSRP over the last few years.

<u>Toro</u>

For this contract, Toro needs to be broken out further into two (2) more categories:

Toro Consumer and Toro Landscape Contractor Equipment (LCE)

We are requesting a change to the discount on Toro Consumer products from 30% off MSRP to 5% off MSRP.

<u>Toro Consumer Equipment consists of the following Toro product groups:</u> Toro Walk Power Mowers – 21" and 22" Toro Super Recycler 21" Mowers Toro 30" TimeMaster Mowers All Toro Battery handheld and battery 21" and 22" mowers Toro Timecutter zero-turn mowers Toro Titan zero-turn mowers All Toro Residential Riding Products, attachments, and accessories

The discount for Toro Landscape Contractor Equipment (LCE) shall remain the same but we are requesting to add a three (3%) surcharge to all Toro LCE product purchased after 5/1/25. Toro is adding a three (3%) surcharge to all Landscape Contractor Equipment (LCE) effective on 5/1/25 due to tariffs (see attached letter from Toro).



Kubota – all four (4) categories - Construction (CE), Tractors, Utility Vehicles, and Z-Mowers

We are requesting to add a \$500 freight charge and a \$400 Pre-delivery Installation charge to all Kubota equipment purchases. Kubota dealers are charged freight and Pre-delivery charges on our invoices and these charges are similar to the standard charges on Kubota's national Sourcewell contract.

We would also like to reserve the right to charge additional tariff surcharges should other manufacturers begin charging them over the next 12-month period of this contract. We will provide documentation when and if other manufacturers begin charging any tariff-related charges.

Please let me know if we need to provide you with any additional information.

Respectfully,

LAND & COATES, INC.

Barden Winstead

Justin Herbaugh XC:



RLC DEALER ADVISORY BULLETIN – U.S. DAB #25-029 RLC DIRECT April 18, 2025

From: Marc Hoffman Sr. Channel Development Manager

Subject: UPDATE! Surcharge & Price Change Notification

The tariff environment continues to be dynamic with several changes in the last two weeks alone. Feedback from dealers indicates that the surcharge approach for parts in particular is difficult to execute and may lead to profit challenges especially with non-stocked parts. In response to this feedback, we will shift from a surcharge to a price increase for parts. To maintain margin structures across the channel, the price increase will be slightly higher than the originally planned surcharge. Parts pricing will increase by an average of 6% versus the 5%-average surcharge. We will be releasing a new price list with the parts changes.

GENERAL RLC

Program: ⊠ Update [refer to DAB #25-025] Effective Date(s): May 1, 2025

Given this change, and to allow dealers time to execute the increases, Toro is moving the date of the price increase/surcharge for both parts and whole goods to May 1st from April 18th. This will allow Toro the time to execute the parts price increase and prevent confusion with different price increase effective dates. Orders shipped after May 1st, for parts and whole goods, will have the updated pricing.

Additionally, we continue efforts to optimize our supply chain and mitigate incoming costs. The result of this work is allowing us to reduce the increase previously communicated for consumer Zs and LCE. An updated price list will be provided early next week, and our revised timeline and approach are summarized as follows:

- 1. A surcharge of 3.0% will be added to all Landscape Contractor Equipment (LCE) finished goods and serialized accessories ordered after May 1, 2025. Current pricing will be honored for existing orders and new orders placed by May 1, provided:
 - a. The order has a requested delivery date of no later than May 1; and
 - b. Availability will support shipment of the order by May 1.
- A price increase of 6% (varies across portfolios) will be added to all Residential & Landscape Contractor Equipment (RLC) replacement parts and non-serialized accessories ordered after May 1, 2025. Current pricing will be honored for existing orders and new orders placed by May 1, subject to the same conditions communicated for finished goods above.