

То:	Dustin Anderson – Town Manager
From:	Stephen Gunty – Director of Public Works
Meeting:	February 21, 2022
Re:	Street Division Chipper Truck

Background

At the 1/17/22 Town Council meeting the purchase of a new chipper truck was approved. It was presumed that one payment to Garber Chevy would handle the entire transaction involving 2 separate vendors until Garber Chevy explained the need for separate payments to each vendor for the following reasons. W.A. Jones (vendor for the Voth Aluminum dump body) quoted the Town directly not through Garber Chevy and Garber Chevy (vendor for the Chevy 5500 vehicle chassis) quoted the Town with no holding cost factored into the waiting time for payment that would be involved if payment for their vehicle chassis and receipt of the vehicle in trade that they're accepting from us would be delayed until W.A. Jones finished their build of the body onto the chassis – which is an unknown amount of time.

Methodology

In other words, Garber Chevy reasonably presumed that their payment of \$44,431.50 as well as receipt of the vehicle in trade (with its title) that they're accepting from us would be processed by the Town upon delivery of the chassis to W.A. Jones, which will constitute receipt of the chassis by Public Works. To comply with the Clerk-Treasurer's Office policy requiring proof of delivery for any purchased vehicle, equipment or service prior to paying for it, Garber Chevy will provide proof of delivery of the chassis to W.A. Jones. Later, upon completion by W.A. Jones and delivery of the vehicle to Public Works, a separate payment of \$34,385 will be authorized to W.A. Jones. Total price reported in the 1/17/22 Memo is unchanged at \$78,816.50 after trade-in.

Budget Note

\$78,816.50 price will be funded from 2020 G.O. Bond proceeds, 414-9152120-64440.

Recommendation

By motion and voice vote, approve split payments for the 2022 Dump Truck purchase in the amounts of:

- \$44,431.50 to Garber Chevy (for the chassis), payable upon delivery to W.A. Jones.
- \$34,385.00 to W.A. Jones (for the body), payable upon completed vehicle (i.e. assembled chassis and body) delivery to Public Works.

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