


25 April 2023

TO Commissioners' Court

FROM Jon Kleinheksel 

RE Approval of Price Increase Vehicles-Public Works Dump Truck
Contract No. 2023-012

Court Order #2022-1090-10-10 awarded one (1) dump truck for Road and Bridge to Southwest International Trucks, the lowest offer utilizing the Buyboard Cooperative Contract #601-19.

Our PO#23000551 was issued in the amount of \$136,335.40 on October 14, 2022.

We have been notified by the vendor that due to Navistar production and allocation issues, they have been unable to place an order for this truck. Order banks were and continue to remain closed and no orders can be placed until such time that the manufacturer allows orders to be entered. It is estimated that the order banks will open in July or August and the truck would be built in the first quarter of 2024.

Additionally, in the interim, the price for this dump truck has increased by \$5,944.33 due to commodity pricing for steel, etc., and other industry factors. Documentation for these increases and allocation information is herewith attached. Cancellation of our existing order would result in additional delays in receiving this replacement truck, possibly not being ordered until 2025 as well as an increase in cost to reflect current year pricing.

Sufficient funding remains in this project to allow for purchase at the increased cost.

Public Works requests your consideration of this matter and approval to continue with this order at the new cost of \$142,279.73.