



# MEMO

## DEPARTMENT OF PUBLIC WORKS

To: Board of Public Works  
From: Street Superintendent, Jake Van Gompel  
Date: 9/3/2024  
Re: Agenda Item 2b. Truck 208 Contract

### **Discussion:**

The Board of Public Works approved the purchase of a replacement truck 208 from Packer City International Trucks in July of 2022 for a total package price of \$188,685. This truck's delivery date was postponed multiple times because of COVID 19 and the supply chain shortage. Because of the delayed delivery and inflation of material costs to complete this build Packer City International is seeking payment over the approved bid price. Over weeks of conversations between Packer City International and Kaukauna staff we have come to a compromise that both parties could agree on. Packer City is willing to give the City \$1,500 more in trade and extend the base chassis warranty by one year, from a three-year 100,000-mile warranty to a four-year 100,000-mile warranty. If the city pays surcharges of an extra \$694.50. This would bring the total package to \$189,379.50.

City staff believes this is still a good purchase price given the current market and would like to move forward with the increased purchase price and trade-in.

### **Recommended action:**

Approve the increase in contract of \$694.50 for replacement of truck 208 in exchange for the additional year of warranty on the chassis and an extra \$1,500 in trade from Packer City International.

