

VILLAGE OF DOWNERS GROVE
Report for the Village
8/2/2022

SUBJECT:	SUBMITTED BY:
Amendment to Purchase of Replacement Plow Truck	Andy Sikich Public Works Director

SYNOPSIS

A resolution has been prepared authorizing an amendment to the purchase agreement for one Peterbilt 348 snow plow truck with JX Peterbilt of Bolingbrook, IL, increasing the amount to \$166,858.21, an increase of \$2,439.

STRATEGIC PLAN ALIGNMENT

The goals for 2021-2023 include *Exceptional Municipal Services*.

FISCAL IMPACT

The FY22 budget includes \$316,000 in the Equipment Replacement Fund for the replacement of two plow trucks. Due to global supply chain issues, the Village only procured one plow truck in FY22.

RECOMMENDATION

Approval on the August 2, 2022 consent agenda.

BACKGROUND

The 2021 vehicle replacement schedule provided for the replacement of two (2) 5-ton plow trucks. In May 2021, the Village Council approved the purchase of two plow trucks from JX Peterbilt for the total price of \$316,004.90. Due to global supply chain issues, that purchase contract was canceled by JX Peterbilt. Subsequently, in December 2021, the Village approved a purchase agreement with JX Peterbilt for the purchase of one Peterbilt 348 snow plow truck, for the price of \$164,419.24. This price included the trade-in of an existing Village plow truck.

Due to increases in material costs, JX Peterbilt notified the Village that the chassis can no longer be provided for the original price quoted. The new price, after accounting for the trade-in, is \$166,858.21, an increase of \$2,438.97. Should the Village choose not to move forward with this price increase, staff believes that obtaining another plow truck would be very difficult and would not be ready until the 2023/2024 snow season. It is also highly likely that any truck ordered now or in the future will be more expensive. This truck chassis has been delivered and is ready to be upfitted with the required equipment. As such, staff recommends the approval of this price increase.

ATTACHMENTS

Revised Quote

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING EXECUTION OF AN AMENDMENT TO
THE AGREEMENT BETWEEN THE VILLAGE OF DOWNERS GROVE AND
PETERBILT ILLINOIS D/B/A JX TRUCK CENTER**

BE IT RESOLVED by the Village Council of the Village of Downers Grove, DuPage County, Illinois, as follows:

1. That the form and substance of an Amendment (the "Agreement"), between the Village of Downers Grove ("Village") and Peterbilt Illinois d/b/a JX Truck Center ("Supplier"), for a Peterbilt 348 snow plow truck, as set forth in the form of the Agreement submitted to this meeting with the recommendation of the Village Manager, is hereby approved.

2. That the Village Manager and Village Clerk are hereby respectively authorized and directed for and on behalf of the Village to execute, attest, seal and deliver the Agreement and Addendum, substantially in the form approved in the foregoing paragraph of this Resolution, together with such changes as the Manager shall deem necessary.

3. That the proper officials, agents and employees of the Village are hereby authorized and directed to take such further action as they may deem necessary or appropriate to perform all obligations and commitments of the Village in accordance with the provisions of the Agreement.

4. That all resolutions or parts of resolutions in conflict with the provisions of this Resolution are hereby repealed.

5. That this Resolution shall be in full force and effect from and after its passage as provided by law.

Mayor

Passed:

Attest: _____

Village Clerk

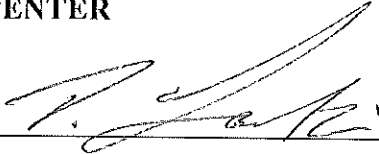
**AMENDMENT TO THE AGREEMENT BETWEEN
THE VILLAGE OF DOWNERS GROVE AND
PETERBILT ILLINOIS d/b/a JX TRUCK CENTER**

The Village of Downers Grove, Illinois ("Village") and Peterbilt Illinois d/b/a JX Truck Center ("Supplier") entered into an agreement to purchase a Peterbilt 348 snow plow truck on December 21, 2021. The parties desire to amend that Agreement in accordance with the following terms:

1. Due to material cost increases, the total price for the snow plow truck shall be increased by \$2,438.97, for a total not-to-exceed amount of \$166,858.21. See updated quote attached hereto and incorporated herein as Exhibit 1.
2. All other terms from the December 21, 2021 Agreement remain in full force and effect.

VILLAGE OF DOWNERS GROVE

PETERBILT ILLINOIS d/b/a JX TRUCK CENTER



Village Manager
Title

Joe Larkin Sales Executive
Title

Date: _____

Date: July 27th 2022

QUOTE



Stock#: 2132294	VIN: 2NP3HJ8X9PM866735	2023 PETERBILT 348	Price:	\$101,213.21
		Henderson body #148277		\$75,176.00
		freight surcharge		<u>\$500.00</u>
			Per Unit:	\$176,889.21

Trade-In: 2007 FREIGHTLINER M2	81889	Less Trade Allowance:	\$10,500.00
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Total Price	\$166,389.21
Documentation Fee	\$300.00
Title Fee	\$155.00
IL ERT Fee	\$14.00
Total	<u>\$166,858.21</u>