



THE CORPORATION OF THE CITY OF VERNON

MEMORANDUM

TO: Will Pearce, Chief Administrative Officer **FILE:** 1280-01
PC: Debra Law, Director, Financial Services **DATE:** July 25, 2022
FROM: James Rice, Director, Operation Services
SUBJECT: 2023 FLEET VEHICLE REPLACEMENT – EARLY BUDGET APPROVAL

Due to the ongoing supply chain and semi-conductor shortage issues impacting delivery schedules of vehicle and equipment purchases, Administration is recommending that Council consider providing early 2023 budget approval to replace the following Vehicles:

- Unit #020 – 1-1/2 ton pick-up with sander and plow (\$120k)
- Unit #023 – 3/4 ton pick-up with service body (\$115k)
- Unit #028 – 3/4 ton pick-up (\$80k)
- Unit # 054 - single axle dump truck with sander, plow, broom and water tank installation (\$370k)
- Unit # 057 - tandem axle dump truck with plow and sander (\$400k)
- Unit # 316 - compact pickup truck (\$55k)
- Unit # 501 - compact pickup truck (\$55k)
- Unit # 118 - asphalt patching and recycling trailer (\$115k)
- **Total estimated cost = \$1,310,000**

All of the vehicles listed have reached the end of their expected life cycle consistent with the Fleet Vehicle and Equipment Replacement Strategy. The Vehicle and Equipment Replacement Reserve has a projected 2022 year end balance of \$1,443,777.

RECOMMENDATION:

THAT Council receive the memorandum titled “2023 Fleet Vehicle Replacement – Early Budget Approval” dated July 25, 2022 and respectfully submitted by the Director, Operation Services;

AND FURTHER, that Council authorize early budget approval for the replacement of fleet units 020,023,028, 054, 057, 316, 501, and 118 at a cost not to exceed \$1,310,000, to be funded from Vehicle and Equipment Replacement Reserve.

James Rice,
Director, Operation Services