

THE CORPORATION OF THE DISTRICT OF BURNABY

1979 January 08

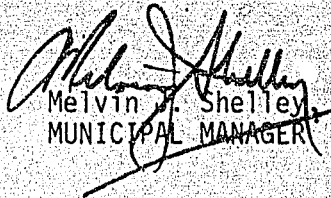
Manager's (SUPPLEMENTARY) Report No. 3, 1979

His Worship, the Mayor
and Members of Council

Your Manager reports as follows:

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Respectfully submitted,


Melvin J. Shelley
MUNICIPAL MANAGER

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ITEM 18 (SUPPLEMENTARY)
MANAGER'S REPORT NO. 3
COUNCIL MEETING 1979 01 08

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In the event of a transmission failure we are now faced with a complete change over to the Allison M.T. 654 which is a considerably improved version of the M.T. 41. The change over also involves changes to the power train assembly, and since we have already changed one transmission we know that the total cost is \$8,200.

Cummins Diesel of Burnaby was the local supplier for Sunstrand, and since the transmission warranty period has expired, can no longer be held responsible for change over costs; however, after lengthy negotiation they agreed, presumably in the interest of continued good business, to share the cost of all the change overs. This will result in a total saving to the Corporation of approximately \$63,000.

On Thursday, December 21, we were informed by Cummins Diesel that six new Allison transmissions had arrived at their Burnaby plant and that they would reserve these for the Corporation of Burnaby on production of a purchase order. If we were unable to provide a purchase order they would deliver these transmissions to the City of Vancouver who are also facing the same problem.

On the Municipal Treasurer's authority we issued a purchase order for these transmissions but do not have to pay for them until we take delivery. This purchase order is in the amount of \$27,500 and this action ensures that we will have transmissions available when we require them. We have been informed that no further Allison M.T. 654 transmissions will be available until September 1979.

We estimate that all change overs will be completed by June, 1980.

Funds are available in the 1979 budget for the purchase of these transmissions.

EE Oke
MUNICIPAL ENGINEER

WMR/ch