

Commercial Vehicle Review Report – Updated (Aug 2022)

20.08.2022

Parish Vision Compliance:**Priorities:** Provide a high standard of services and facilities**1.0 Recommendation**

- 1.1 Members to consider the future sale of the Parish owned van, to coincide with the delivery of a replacement vehicle. To consider the recommendation that proceeds of the sale are used to offset ancillary costs of the existing fleet (as below) and lease costs of new vehicles.
- 1.2 Members to consider an increase of Budget Code: 200/5030 Vehicle Rental from current £4k pa, up to £14k pa within the 23/24 financial budget setting, for lease of 2 Commercial Vehicles.
- 1.3 Members to consider the lease of up to 2 x transit vehicles, to be procured for April / May 2023.
- 1.4 Members to approve a cost of up to £4,000.00 to respray both the tusker vehicle to its original colour prior to handing it back, and the Parish owned vehicle prior to sale (if colour declaration isn't changed with DVLA). Cost attributed to revenue from sale of the owned vehicle.
- 1.5 Members to approve relinquishing the tusker vehicle at the earliest opportunity, once replacement vehicles are sourced.

All recommendations to be brought to Sept 22 Full Council for consideration.

2.0 Introduction

- 2.1 This report is an update on a previous report, regarding the arrangements for the 2 Parish vans, in respect of suitability and budget setting for the 23/24 financial year.

3.0 Report Detail

- 3.1 In 2018 the Clerk on behalf of CSNPC acquired 2 Compact Transit vans to assist in general day to day operation of Parish duties.
- 3.2 1 of these vans was purchased outright, with the other acquired through a leasing arrangement with the organisation 'Tusker'.
- 3.3 Vehicle info:
 - 3.3.1 Ford Transit Connect 210 L2 1.0EcoBoost 100 SS EU6 Van 6Spd
 - 3.3.2 Vehicle Reg: MT18 MDO
- 3.4 The cost of the lease arrangement is £272.31+VAT per month or £3,267.72 +VAT per annum.
- 3.5 The lease term was for a period of 4 years. The 4 year lease of the Tusker vehicle ended in May 2022 and is now on an 'informal extension'.
- 3.6 The Tusker arrangement, includes additions such as vehicle servicing and tyre replacement.

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3.7 Photo of the vehicle:



- 3.8 At the beginning of 2022, at the recommendation of the Estates Manager due to inflated market costs, Council made the decision not to purchase the Tusker vehicle outright and it remain on an informal lease for future decision on budget setting.
- 3.9 The current market value for trade sale of the Vehicle is approx. £10,500 (August 2022)
- 3.10 Current Market value for private sale approx.. £12,000.00 (August 2022)
- 3.11 August 2022 - Online Valuation:



Your valuation

£10,505[Assumptions & add damage for an accurate valuation](#) ▼

- 3.12 The vehicle would need to be returned to its original colour of Grey. NB; there is a cost involved to do so, of approx - £1,800.00 +VAT.
- 3.13 Budget allocation of £333.33PM or £4,000.00 PA had been set for the 22/23 for use/purchase of a Vehicle. Council agreed to use this budget to continue leasing the Tusker vehicle for 22/23.

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4.0 New Vehicle Options

- 4.1 CSNPC Grounds & Maintenance staff have advised the current vehicles are, on occasions restrictive. Further that they are not suitable for transporting some of the machinery / tools around from site to site.
- 4.2 Officers advised that a larger / more versatile vehicle, such as a tipper, drop side or panel van, would allow them to adequately facilitate operational duties.
- 4.3 Example Tipper;



- 4.4 In light of this, I contacted a number of companies to seek costs to see whether this type of vehicle would be a financially viable option.
- 4.5 I contacted the corporate organisation 'TSP', who source vehicles for Swindon Borough Council.

Previous TSP Quote:

Costs would include routine servicing and tyre replacement (if down to fair wear and tear).

Double cab for £38.50 + VAT per day on a 1-year contract, or £35.50 + VAT on 2/3-years.

Single cab for £ 31.50 + VAT for a year or £28.50 + VAT for 2/3 years.

- 4.6 Even for the cheapest option (£28.50 pd), this equates to an annual charge of £10,402.50 +VAT (for 1 vehicle).
It is my opinion that this cost would be excessive and should be discounted.
- 4.7 I contacted Idverde about their procurement. Unfortunately, they are unable to offer lease options and could assist with purchase only. However, Idverde did provide me with third party contacts, of suppliers.

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- 4.8 SG Fleet provided 3 quotations in early 2022 between £450.00 - £550.00pm
- 4.9 Tusker were contacted for their comparable options. Unfortunately, they are unable to source or supply these types of commercial vehicle.
- 4.10 Preference for any new leased vehicle, would be for a similar leasing option as the existing arrangement, to include a maintenance package.
- 4.11 Example prices for capital purchase of a Transit tipper (sourced from Autotrader August 2022):

Ad



£41,995 +VAT

Iveco Daily
Iveco Daily 35C16 3.0ltr ARB Tipper E6D
BRAND NEW IN STOCK!!

2022 (22 reg) | Tipper | MWB | 101 miles | 3.0L | 160BHP | Ma Diesel | 3 seats

Pitter Commercials Limited [See all 10 vans](#)
📍 Southampton (50 miles)



Save £10,000 Brand new

£32,995 +VAT ~~£42,995 +VAT-RRP~~

Iveco Daily
35C14 TIPPER DRIVEAWAY BUSINESS BRIT-TIP 2.3
ONLY 2 LEFT IN STOCK

2022 | Tipper | Standard cab | MWB | 2.3L | 140BHP | Manual | Die 3 seats | Full manufacturer warranty



£34,995 +VAT

Ford Transit
350 DC 1 Stop Tipper Euro 6 BRAND NEW
**FREE 12 MONTH WARRANTY

2022 (22 reg) | Tipper | 276 miles | Manual | Diesel

M4 Van Centre [See all 173 vans](#)
★ 4.9 (176 reviews) 📍 Swindon (4 miles)

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August 2022 Quotations (Select Car Leasing):

1) **Ford Transit Tipper:** 350 L2 FWD 2.0 EcoBlue 130ps Tipper [1 Way] [2023]

Finance details Hover over any of these for more info	
Initial payment:	£1,587.57 ex VAT (3 months)
Followed by 47 payments of:	£529.19 ex VAT
Maintenance:	N/A, please enquire
Effective rental:	N/A
Excess mileage fee:	TBC
Arrangement fee: 	£245.00 ex VAT
Refundable Order Confirmation Fee:	TBC
Delivery:	£0.00 ex VAT
Road tax: 	Included
Breakdown cover:	TBC

2) **Ford Transit Tipper:** 350 L3 FWD 2.0 EcoBlue 130ps Double Cab Tipper [1 Way] [2023]

Finance details Hover over any of these for more info	
Initial payment:	£1,763.73 ex VAT (3 months)
Followed by 47 payments of:	£587.91 ex VAT
Maintenance:	N/A, please enquire
Effective rental:	N/A
Excess mileage fee:	TBC
Arrangement fee: 	£245.00 ex VAT
Refundable Order Confirmation Fee:	TBC
Delivery:	£0.00 ex VAT
Road tax: 	Included
Breakdown cover:	TBC

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3) Ford Transit Dropside: 350 L2 FWD 2.0 EcoBlue 130ps Premium Dropside [2023]**Finance details** Hover over any of these for more info

 Initial payment:	£1,520.55 ex VAT (3 months)
 Followed by 47 payments of:	£506.85 ex VAT
 Maintenance:	N/A, please enquire
 Effective rental:	N/A
 Excess mileage fee:	TBC
 Arrangement fee: 	£245.00 ex VAT
 Refundable Order Confirmation Fee:	TBC
 Delivery:	£0.00 ex VAT
 Road tax: 	Included
 Breakdown cover:	TBC

4) Ford Transit Dropside: 350 L3 FWD 2.0 EcoBlue 130ps Premium Double Cab Dropside [2023]**Finance details** Hover over any of these for more info

 Initial payment:	£1,679.61 ex VAT (3 months)
 Followed by 47 payments of:	£559.87 ex VAT
 Maintenance:	N/A, please enquire
 Effective rental:	N/A
 Excess mileage fee:	TBC
 Arrangement fee: 	£245.00 ex VAT
 Refundable Order Confirmation Fee:	TBC
 Delivery:	£0.00 ex VAT
 Road tax: 	Included
 Breakdown cover:	TBC

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5) Ford Transit Custom Medium Van: 280 L1 FWD 2.0 EcoBlue 130ps Low Roof Limited Van

Deal Summary	
Lease Type:	Contract Hire
P11D:	£43,093.00
Initial Payment:	3 months
Contract Length:	48 months
Annual Mileage:	8,000 miles
Maintenance:	No thanks
Arrangement Fee: i	£245.00 ex VAT
Refundable Order Confirmation Fee: i	£TBC
Road Tax: i	Included
Breakdown Cover: i	Included
Delivery: i	Free UK Mainland (Exclusions apply)
Monthly Payment ex VAT £404.79 Initial payment ex VAT £1,214.37 (Plus admin fee)	

Considerations for new vehicle:

- 1) Electric equivalent for the Ford Transit custom is around £590.00pm (there are no electric equivalent tipper vehicles).
- 2) For a Fully Maintained Contract – There is an additional cost of £40.00 + VAT per month to all quotations above.
- 3) Requirement for Highways Beacon fitted.
- 4) Vehicles would need to be CSPNC Sign written.
- 5) Possible requirement for Inside panelling or shelving to be fitted.
- 6) Potential to reduce budget code – 200 / 5035 (vehicle repairs & servicing) - currently set at £3,000.00