



31st March 2022

To Gary Murphy
Warrumbungles Shire Council

Dear Gary

On behalf of the council contractors we would like to ask for a reassessment of the current contract prices on casual plant hire based on unprecedented global market demands and pressures. Duely noted our current contract which started in March 2022 only had a 0.05% increase on some of the cartage charges with only similar increases experienced in the 2021 cartage charges.

As you are aware the whole labour market has experienced quite substantial increases in running costs, these include but are not limited to:

Diesel - over 80c per litre

Tyres - over 30%

Coolant - over 100%

Oil - over 20%

Grease - over 40%

CPI on transportation

Obviously no one was privy to the substantial increases in these costs pressures prior to submitting the last contractor price arrangements. It is however, with respect, we would like to ask for a reassessment of the rates as at current cost pressures it seems unviable for us to continue over a prolonged period.

It would be appreciated if these concerns could be raised at the next council meeting to find a suitable solution to our issues.

Yours Respectfully

