



Department Source: City Utilities - Solid Waste

To: City Council

From: City Manager & Staff

Council Meeting Date: July 3, 2017

Re: Authorizing Lease and Maintenance Agreements for an Articulated Truck for use in Sanitary Landfill Operations

Executive Summary

Staff has prepared for Council consideration a resolution authorizing the City Manager to execute agreements with Fabick and Company and Caterpillar Financial Services Corporation for a five year lease of an articulated dump truck.

Discussion

City Purchasing processed Request for Quotation 26/2017 for lease of an articulated truck to be used at the Landfill. The articulated dump truck is a critical piece of equipment in Landfill operations. The dump truck transports soil to the working face and other active areas in the landfill in order to supply daily and intermediate soil cover as required by state regulations.

Staff has reviewed the quotations submitted and chosen the Fabick and Caterpillar Financial Services bid of \$10,872.58 per month (\$130,470.94 per year) as the lowest and best bid. Staff is requesting approval to lease this equipment as leasing provides for less capital outlay and more rapid turnover of the equipment. This results in less down time of the equipment and reduces the overall lifetime maintenance and repair expenses.

The agreement with Caterpillar Financial Services Corporation is for the actual lease of the equipment. The agreement with Fabick and Company is for maintenance of the equipment.

Fiscal Impact

Short-Term Impact: The cost for the lease is \$10,872.58 per month, a total of \$130,470.96 annually. Funds were appropriated with the FY17 budget.

Long-Term Impact: The FY18 – FY21 operating budgets will each need to include an additional \$130,470.96 to cover the lease costs.

Vision & Strategic Plan Impact

Vision Impacts:

Primary Impact: Not Applicable, Secondary Impact: Not Applicable, Tertiary Impact: Not Applicable



City of Columbia

701 East Broadway, Columbia, Missouri 65201

Strategic Plan Impacts:

Primary Impact: Not Applicable, Secondary Impact: Not Applicable, Tertiary Impact: Not Applicable

Comprehensive Plan Impacts:

Primary Impact: Not Applicable, Secondary Impact: Not applicable, Tertiary Impact: Not Applicable

Legislative History

Date	Action
None	

Suggested Council Action

Authorize the City Manager to execute the agreements for lease of the articulated truck.