

## City of Columbia

701 East Broadway, Columbia, Missouri 65201

Department Source: City Utilities - Solid Waste

To: City Council

From: City Manager & Staff

Council Meeting Date: June 3, 2019

Re: Authorizing a Government Obligation Contract and a Maintenance Agreement for a

Compactor for use in Sanitary Landfill Operations

#### **Executive Summary**

Staff has prepared for Council consideration a resolution authorizing the City Manager to execute an agreement with Humdinger, Ltd., a Texas corporation and an agreement with Community Partners Funding, Inc. dba BancLease Acceptance Corp. for a Government Obligation Contract for a Tana E380 EECO trash compactor.

#### Discussion

City Purchasing processed Request for Quotation 11/2019 for the lease of a trash compactor to be used at the Landfill. The compactor is the most critical piece of equipment for landfill operations to optimize compaction and most effectively utilize the available airspace. Staff has reviewed the quotations submitted and chosen the Humdinger and Community Partners Funding bid as the lowest and best bid. Staff is requesting approval to acquire this equipment via a Government Obligation Contract. Acquiring the equipment via Government Obligation Contract 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 Community Partner Funding, Inc. dba BancLease Acceptance Corp. is for the actual Government Obligation Contract for the equipment. The agreement with Humdinger, Ltd is for maintenance of the equipment

#### Fiscal Impact

Short-Term Impact: The cost for the Government Obligation Contract is \$16,995.00 per month, for a total of \$203,940 annually. Funds were appropriated with the FY19 budget. Long-Term Impact: The FY20, FY21 and FY22 operating budgets will each need to include the \$203,940 annual costs for this equipment.

#### Comprehensive & Strategic Plan Impacts

#### Strategic Plan Impacts:

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

#### Comprehensive Plan Impacts:

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



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Date	Action	
None		

### Suggested Council Action

Authorize the City Manager to execute the agreements for lease of the compactor.