



REQUEST FOR COMMISSION ACTION

CITY OF INDEPENDENCE

January 27, 2022

Department Sanitation/Finance

Director Approval John Garris/Lacey Lies

AGENDA ITEM Consider authorizing the purchase and financing of a new sanitation truck.

SUMMARY RECOMMENDATION Authorize purchase and financing.

BACKGROUND The City solicited bids for a replacement large sanitation truck. This truck requires a CDL certified operator and is intended to be the primary truck for the commercial routes. Three bids were received from two bidders, and the low bid was an alternate for a shorter truck that would be more maneuverable, at a reduction in capacity of seven cubic yards. This was selected by sanitation management as the best alternative. This bid was for \$199,838.00 from Elliot Equipment Company. It is recommended that we accept this bid.

The city has budgeted this from the Sanitation Fund (enterprise fund) as a lease-purchase arrangement. Proposals for financing rates were received from four local banks. City staff recommend awarding a 5-year term to the financial institution that offered the lowest interest rate of 1.72%.

SUGGESTED MOTIONS

1. I move to authorize awarding the purchase of the new sanitation truck to Elliot Equipment Company, for the price of \$199,838.00 and to execute any required documentation for this purchase.
2. I move to authorize a 3-year lease-purchase agreement with Community National Bank.

SUPPORTING DOCUMENTS Bid Tabulations

Truck Bid Tabulation

Elliot Equipment - 32 CY	\$206,981
Elliot Equipment - 25 CY	\$199,838
Technology International - 32 CY	\$292,500

Financing Bids **3 Years** **5 years**

Community National	1.72%	1.96%
Commercial Bank	1.99%	1.99%
Equity Bank	3.03%	3.16%
FirstOak Bank	2.90%	3.00%