

Subject: Resolution #715 Declaring Solid Waste Vehicles and Equipment Surplus and Authorizing Sale for Fair Market Value

Dept. Origin: Solid Waste Division

Prepared by: Jennifer Robertson
City Attorney's Office

For Agenda of: July 21, 2020

Exhibits: Resolution No. 715.

Proposed Council Action:

Pass Resolution #715.

	Initial & Date
Concurred by Mayor:	_____
Approved/form by City Atty:	<u>JSR/7-9-2020</u>
Approved by _____ Director:	_____
Approved by Department Head:	_____

INFORMATION / BACKGROUND

For many years, the City of Ruston has had its own solid waste utility for hauling garbage, recycling, and yard waste for the residents and businesses in Ruston. Over the past several years, operational costs have increased, and the long-term sustainability of the services was put at risk. Following a competitive RFP process, the City Council awarded a contract to Murrey's Disposal Company for hauling all solid waste, recycling, and yard waste in Ruston. This contract was awarded on June 16, 2020 by passage of Resolution No. 711. Murrey's will commence service under the contract on August 1, 2020.

Due to the City's outsourcing of all of its solid waste operations, it no longer needs to own any carts or trucks for collection of solid waste. Therefore, as part of the contract RFP, the City offered to sell its equipment and vehicles to the Contractor at fair market value as part of the solid waste contract. The equipment in the City's inventory is listed below.

Surplus Garbage Carts:

A. Existing in Service:

Garbage (Green)	Count	Recycle (Blue)	Count	Yard Waste (Tan)	Count
20 Gallon	8	65 Gallon	344	65 Gallon	344
35 Gallon	277	65 Gallon Comm	25		
65 Gallon	80				

Total Count	365		369		344
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The carts currently in service were acquired by Murrey’s Disposal as part of the Solid Waste Collection Contract that was authorized by the City Council by passage of Resolution No. 711 on June 16, 2020.

B. Carts in Inventory:

Garbage (Green)	Count	Recycle (Blue)	Count	Yard Waste (Tan)	Count
35 Gallon	63	65 Gallon	61	65 Gallon	54
65 Gallon	36				
95 Gallon	27				
Total Count	126		61		54

These surplus carts will be acquired by Murrey’s Disposal for the payment of fair market value in the amount of \$8,000.00.

Surplus Solid Waste Collection Vehicles:

- A. 2006 Sterling Condor Heil Formula 7000 with Side Arm Loader, with an 18 Yard Body. (VIN # 49HABVCY36RW02116)
- B. 1994 International Navigator 4900 with Dempster rear Loader. (VIN # 1HTSDN2RH547095)

The fair market value for both vehicles is \$30,000.00. Murrey’s Disposal will be acquiring these from the City for payment of fair market value as part of its contract with the City for solid waste services.

FISCAL CONSIDERATION

Resolution #715 allows the sale for fair market value of the surplus carts and solid waste collection vehicles. The total price for all equipment is \$38,000.00. These will be acquired by the City’s new solid waste contractor. By selling these vehicles, the City will receive the payment and will no longer need to store or maintain these vehicles and equipment.

RECOMMENDATION / MOTION

Pass Resolution #715.

MOTION: I move to approve Resolution No. 715 declaring the City’s solid waste collection vehicles and equipment as surplus and authorizing the sale of these vehicles and equipment for fair market value to the City’s contractor, Murrey’s Disposal Company, Inc.

RESOLUTION NO. 715

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF RUSTON, WASHINGTON, DECLARING CERTAIN VEHICLES AND EQUIPMENT FOR SOLID WASTE COLLECTION TO BE SURPLUS PROPERTY AND AUTHORIZING THE SALE OF SUCH VEHICLES AND EQUIPMENT FOR FAIR MARKET VALUE.

WHEREAS, for many years, the City of Ruston has had its own solid waste utility for hauling garbage, recycling, and yard waste for the residents and businesses in Ruston which the City Council decided should be outsourced; and

WHEREAS, due to the City's outsourcing of all of its solid waste operations, it anticipated that it would no longer need to own any carts or trucks for collection of solid waste if this operation was completely outsourced; and

WHEREAS, as part of the Contract RFP, the City offered to sell its equipment and vehicles to the Contractor at fair market value as part of the solid waste contract; and

WHEREAS, following a competitive RFP process, on June 16, 2020, the City Council awarded a contract for solid waste collection services to Murrey's Disposal Company for hauling all solid waste, recycling, and yard waste in Ruston by passage of Resolution No. 711; and

WHEREAS, as part of its response to the RFP, Murrey's offered to purchase all of the City's vehicles and equipment for fair market value as part of the Contract; and

WHEREAS, Murrey's will commence service under the contract on August 1, 2020 and the sale of these items needs to be finalized; and

WHEREAS, in accordance RCW 35A.11.010 and RCW 35A.11.020, the City of Ruston has the authority under state law to sell its real or personal property; and

WHEREAS, the City’s carts and solid waste collection vehicles will no longer be needed by the City as of August 1,2020 and therefore these items should be declared surplus and be sold for fair market value; and

WHEREAS, the equipment and vehicles described herein are surplus to the needs of the City; **NOW, THEREFORE,**

THE CITY COUNCIL OF THE CITY OF RUSTON, WASHINGTON, HEREBY RESOLVES AS FOLLOWS:

Section 1. Vehicles and Equipment Declared Surplus. The City Council hereby declares the following personal property surplus:

A. Carts:

1. Carts in Service:

Garbage (Green)	Count	Recycle (Blue)	Count	Yard Waste (Tan)	Count
20 Gallon	8	65 Gallon	344	65 Gallon	344
35 Gallon	277	65 Gallon Comm	25		
65 Gallon	80				
Total Count	365		369		344

2. Carts in Inventory:

Garbage (Green)	Count	Recycle (Blue)	Count	Yard Waste (Tan)	Count
35 Gallon	63	65 Gallon	61	65 Gallon	54
65 Gallon	36				
95 Gallon	27				
Total Count	126		61		54

B. Surplus Solid Waste Collection Vehicles:

1. 2006 Sterling Condor Heil Formula 7000 with Side Arm Loader, with an 18 Yard Body. (VIN # 49HABVCY36RW02116)

2. 1994 International Navigator 4900 with Dempster rear Loader. (VIN # 1HTSDN2RH547095)

Section 2. Sale Authorized. This surplus equipment above may be sold to Murrey's Disposal Company, Inc. for the fair market value price of \$8,000 for the carts in inventory (the carts in use were acquired as part of the consideration for the contract for services) and \$30,000 for the two vehicles. The Mayor is authorized to enter into an agreement for this sale.

RESOLVED this 21st day of July, 2020.

Bruce Hopkins, Mayor

ATTEST/AUTHENTICATED

Judy Grams, City Clerk

FILED WITH THE CITY CLERK: _____
PASSED BY THE CITY COUNCIL: _____
RESOLUTION NO.: _____ 715 _____