



# Memorandum

## MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT

Reviewed by: [Signature]  
General Manager

Date: 2/8/19

DATE: February 8, 2019  
TO: General Manager  
FROM: Maintenance Manager and Accounting Manager  
SUBJECT: Declare Surplus and Authorize Disposition of District Assets.

**RECOMMENDATION:** That the Board declare surplus and authorize the disposition of multiple District assets by selling them for scrap, by consignment, and by bid process.

### BACKGROUND

As in past practice, the request to declare certain assets as surplus generally consist of assets that have reached the end of their useful life cycle, which is the case for the majority of the assets contained in this request. The exception in this group of surplus equipment is the Peterson electric grinder and Doppstadt trommel for which staff has provided some additional information.

Unit G2, a Peterson 4750B electric wood grinder has been in service since December 6, 2007 and has 12,770 hours of operation. This grinder was used to process green waste and dry wood products delivered to the District by self-haul and franchise customers. Unit S3A, a Doppstadt SM720 electric trommel has been in service since August of 2015 and has 2,984 hours of operation. This trommel was used to separate material from the grinder into a variety of different products that were then sold to the public, used for composting, bulking of bio-solids, and slope stabilization.

### DISCUSSION

The District grinding operation was suspended in March of 2018 due to the need for more tip floor space to accommodate the self-haul customers and to eliminate the accumulation of particulate on the new Materials Recovery Facility (MRF) sorting equipment created by the grinding operation. All green waste and dry wood grinding are now done by Keith Day Company

Components of the Peterson grinder original purchase cost were the grinder, power skid, programing and installation. The sale of the grinder will consist of the grinder, power skid and a small group of spare parts. Components of the trommel original purchase cost was the trommel equipped with an aero separator vacuum unit, two 40' stacking conveyors, one relay conveyor, programing and installation. The sale of the trommel will consist of the trommel unit only, the other components such as the stacking conveyors, aero separator and relay conveyor have already, or will be repurposed in other District operations.

### FINANCIAL IMPACT

Any loss on the disposition of these assets will not have an impact on the District's reserves as all the accounting has occurred in prior years except for the remaining Depreciation Balance.

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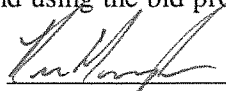
District Asset #	District Unit #	Asset Name	Purchase Date	Purchase Amount	Accumulated Depreciation	Net Book Value	Est. Market Value
921	G2	2007 Peterson 4750B Electric Grinder	1-2008	\$1,015,951.32	\$1,015,951.32	\$0.00	\$225,000
1043	S3A	2015 Doppstadt SM720 Electric Trommel	8-2015	\$583,068.74	\$194,356.40	\$388,712.34	\$300,000
572	AD01	1997 Plymouth Voyager Passenger Van	7-1997	\$25,199.14	\$25,199.14	\$0.00	\$150
881	AD11	2005 Chevrolet 1500 Pick-up Truck	10-2006	\$26,334.01	\$26,334.01	\$0.00	\$200
494	SH01	1996 Ford F-150 Pick-up Truck	12-1995	\$15,657.99	\$15,657.99	\$0.00	\$200
721	SI22	1997 Ford F-350 Flatbed Truck	8-2000	\$16,145.89	\$16,145.89	\$0.00	\$200
806	SI30	2003 Ford Ranger Pick-up Truck	12-2003	\$18,048.09	\$18,048.09	\$0.00	\$150
890	SI49	2007 Ford F-150 Pick-up Truck	5-2007	\$14,181.94	\$14,181.94	\$0.00	\$200
950	SI55	2002 Chevrolet 1500 Pick-up Truck	1-2015	\$9,950.00	9950.00	\$0.00	\$200
837	SI31	2000 Allmand Light Tower	12-204	\$2,574.00	\$2,574.00	\$0.00	\$50
837	SI32	2000 Allmand Light Tower	12-2004	\$2,574.00	\$2,574.00	\$0.00	\$50
523	MR1 4	1997 Tennant Street Sweeper	5-1996	\$9,572.06	\$9,572.06	\$0.00	\$1,000
748	MR1 7	2001 John Deere 544H Wheel Loader	4-2001	\$132,765.36	\$132,765.36	\$0.00	\$10,000
907	MR1 7	Capital Repair-Engine and Transmission	6-2007	\$51,904.44	\$51,904.44	\$0.00	NA
940	MR3 9	2009 Caterpillar 938H Wheel loader	4-2009	\$228,396.68	\$228,396.68	\$0.00	\$15,000
712	SI20	2000 JCB 214L Backhoe	6-2008	\$67,402.84	\$67,402.84	\$0.00	\$8,000
758	None	2000 CFM LFG Blower Skid	6-2001	\$247,185.81	\$218,347.28	\$28,838.53	TBD

In addition, staff has sought to define the Fair Market Value (FMV) to guide actions and recommendations for the disposition of the grinder and trommel assets, by contacting Peterson Pacific Corporation of Eugene OR, and Powerscreen of Dixon, CA. Both vendors specialize in this type of equipment and offer a far greater reach to potential customers than the District could accomplish on its own. Representatives from these two companies visited the site to evaluate the condition of the grinder and trommel and offered their expertise in assisting staff with determining FMVs for the sale of these two pieces of equipment. The FMV established with the assistance of these two vendors will be the starting price point staff will use to market the grinder and trommel.

Staff is awaiting commission structure from Peterson and Powerscreen who will market the grinder and trommel for the District through their network of potential customers.

## CONCLUSION

It is therefore recommended that the Board declare surplus and authorize the disposition of the District's surplus equipment by selling them for scrap, by consignment and using the bid process.

  
Ron Mooneyham