



ARAPAHOE COUNTY
COLORADO'S FIRST

Board Summary Report

Date: January 8, 2019

To: Board of County Commissioners

Through: Allen Peterson, Road & Bridge Division Manager

From: Doug Stern, Road & Bridge Operations Manager

Subject: Formal Approval Resolution for the Road Widener sale to City of Aurora

Request and Recommendation

The purpose of this request is to receive formal approval resolution for the recommend sale of asset #301912 LeeBoy Road Widener directly to the City of Aurora for \$25,000 which was approved by the Board of County Commissioners on the December 17, 2018 Study Session Drop In.

Background

The replacement of asset #301912 LeeBoy Road Widener was approved with budget package #4833 during the 2018 budget cycle. The replacement has been completed and Road and Bridge is now ready to retire and sell the old asset.

The City of Aurora has expressed a desire to purchase the asset directly from Arapahoe County rather than buying it from the contracted auction company. The City of Aurora has routinely borrowed the Road Widener over the past couple of years after we had completed our work with it for the year.

They are well aware of its condition and age and have agreed to pay Arapahoe County the full appraised value of \$25,000. This amount was determined as a collaborative effort between the Finance Office, Fleet and Facilities and Road and Bridge. It is anticipated that this amount is most likely more than what the machine would bring at the auction and will save Aurora the 3% fee charged to all buyers at the auction.

This is a mutually beneficial sale as Road and Bridge would no longer have the financial impact of maintaining a piece of equipment that another agency has been borrowing and is also eager to purchase. They are very familiar with the machine and it meets their maintenance needs. Further, they would like to complete this transaction during this current fiscal year.

Selling this asset directly to Aurora is mutually beneficial and will also save the consignment fees associated with auctioning equipment. The proceeds from this purchase will be deposited

directly into fund 70 and will be used offset the costs associated with other Road and Bridge equipment replacement costs in 2019.

Links to Align Arapahoe

Service First:

Partnering with the City of Aurora to purchase this retired piece of equipment directly from the County rather than dealing with a third party demonstrates Arapahoe County's commitment to quality service.

Fiscal Responsibility:

Providing a fair deal to another government entity while garnering a fair price for this used piece of equipment demonstrates fiscal responsibility to all parties involved.

Reviewed By:

Doug Stern, Road & Bridge Operations Manager
Allen Peterson, Road & Bridge Division Manager
Brian Weimer, Public Works and Development Director
Todd Weaver, Finance Department
Robert Hill, County Attorney