

RESOLUTION R 3261

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND RELATING TO STATE EXCISE TAXES LEVIED UPON GARBAGE AND REFUSE COLLECTION SERVICES PROVIDED BY THE CITY OF KIRKLAND AND AUTHORIZING THE CITY MANAGER TO NEGOTIATE AN AMENDMENT TO THE EXISTING CONTRACT BETWEEN THE CITY AND SNO-KING GARBAGE COMPANY, ITS GARBAGE AND REFUSE COLLECTION CONTRACTOR.

Whereas, the State of Washington effective January 1, 1986 has increased the rate of its excise tax levied against gross revenues received in the conduct of garbage, refuse and rubbish collection from .015 to .05029; and

Whereas, the City of Kirkland operates a garbage and refuse collection utility with collection services performed by Sno-King Garbage Company under contract with the City of Kirkland; and

Whereas, the revenues received by both the City of Kirkland and its contract garbage and refuse collector are subject to said state excise tax, including said increase; and

Whereas, said tax increase constitutes a substantial increase in the cost of the collection and disposal of garbage and refuse and was not anticipated in the establishment of the existing garbage and refuse collection rate schedules, now, therefore,

Be it resolved by the City Council of the City of Kirkland as follows:

Section 1. The City Manager is hereby authorized and directed to enter into negotiations with Sno-King Garbage Company to amend the current contract for services as the City's garbage and refuse contract collector as to the amount of compensation to be paid by the City to Sno-King Garbage Company provided that any increase shall not exceed the current contract compensation rate times .03529.

Section 2. No increase in compensation payable to the City's garbage contract collector pursuant to this resolution shall be payable unless the regulations of the Washington State Department of Revenue allow the City to deduct from its gross garbage and refuse revenues, the amount of compensation paid to Sno-King Garbage Company for collection services in calculating the amount of state excise tax to be paid by the City of Kirkland with respect to its garbage and refuse revenues.


Passed by majority vote of the Kirkland City Council in regular, open meeting this 3rd day of March, 1986.

Signed in authentication thereof this 3rd day of March, 1986.



MAYOR

ATTEST:



Director of Administration & Finance
(ex officio City Clerk)