

Item #8

DATE September 6, 2017

TO GCTD Board of Directors

FROM Marlena Kohler, Purchasing Manager/DBE Officer

SUBJECT Consider Approval for the General Manager or His Designee to Authorize the Disposal of Surplus

El Dorado Cutaways

I. EXECUTIVE SUMMARY

In compliance with the Purchasing Resolution, disposal of property or materials with any financial record valued over \$3,000 shall be by determination of the Board of Directors at a regular constituted board meeting.

In accordance with The Transit Administration Useful Life of Transit Buses and Vans, (FTA VA-26-7229-07.1) dated April 2007 classifies these vehicles as Light-Duty Vehicles with a useful life of five years and or 150,000 miles. These GO ACCESS, 23-ft long CNG fueled cutaways have been in revenue service eight plus years and have an average odometer reading exceeding 200,000 miles. These aging vehicles have served their useful lives.

Gold Coast Transit District (GCTD) has in the past used Ken Porter's Auction to auction vehicles with any perceived market value. Ken Porter conducts off-site auctions for many government agencies as well as private industry and hosts regular "miscellaneous" surplus sales. Vehicles are listed on their website and may be bid upon by registered bidders by accessing the website or by attending the live auction. The highest bidder is notified via e-mail or at the live auction upon close of the auction. A complete and detailed expense breakdown of each vehicle or item sold will accompany a settlement check.

The following vehicles have been identified as surplus and are to be auctioned off or sold:

- 1. Eight (8) CNG El Dorado Cutaway Paratransit vehicles
 - o In March 2009, eight (8) CNG El Dorado cutaways were purchased from Creative Bus Sales. Vehicle numbers are 2339, 2340, 2341, 2342, 2343, 2344, 2345 and 2346.
 - In September 2017, the Board of Directors authorized the purchase of up to eight (8) Star Craft paratransit vehicles from Creative Bus Sales to replace the aged vehicles.
 - To date, all eight (8) cutaways have been ordered and are currently in service. GCTD has no further use
 or room on our facility to store the out-of-service paratransit vehicles.

Also, staff would also like the opportunity to sell these vehicles to other entities directly. Fleet and Facilities has been contacted by at least one entity that is extremely interested. Should this opportunity fall through, then we will be continuing with Ken Porter's Auction.

The El Dorado cutaway vehicles will be listed on Ken Porters Auction, as a regular auction, allowing one or more multiple bidders to win one or multiple units. The auction is scheduled for October 7, 2017. Any vehicle sold directly to another entity, will be sold at fair market value. Either method of disposal is in accordance with FTA regulations.

IT IS RECOMMENDED that the Board of Directors authorize the selling of the El Dorado cutaways to the highest responsive bidders through Ken Porter Auctions or directly to another entity.

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Vanessa Rauschenberger

General Manager's Concurrence

On behalf of SB