

City of Ann Arbor

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Legislation Details (With Text)

File #: 17-1184 Version: 1 Name: 915/17 - Approve the Sale of Surplus Equipment

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Title: Resolution to Approve the Sale of Surplus Equipment

Sponsors:

Indexes:
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Attachments:

Date	Ver.	Action By	Action	Result
9/5/2017	1	City Council	Approved	Pass

Resolution to Approve the Sale of Surplus Equipment

The attached resolution authorizes the sale of two pieces of equipment that have been deemed as surplus property by the City. Section 1:319 of the City Code of Ordinances states that "Personal property with a value in excess of \$25,000.00 may be sold by auction, trade-in or after advertising and receiving competitive bids, as provided in section 1:313 and after approval of the sale has been given by the Council."

Surplus City vehicles and equipment are sold through public auctions, either online or in-person. While the true value of the equipment will be determined through the auction process, and there is no assurance that the equipment will reach the \$25,000.00 amount, staff is requesting Council approval of the sale in advance of the auction in case a bid amount exceeds that threshold. Council approval is normally given as part of the resolution to purchase the replacement for the outgoing equipment. In this particular case, the two pieces of equipment are not being replaced.

The first item is a John Deere 544J wheel loader (#8971) used in the City's Solid Waste operations. This piece of equipment has 15,166 hours of use and is in very poor condition. The second item is a John Deere 544K wheel loader (#8970) used in the City's Solid Waste operations. This piece of equipment has 11,077 hours of use and is in very poor condition.

Proceeds from the sale of these surplus items will be made to the Solid Waste Fund.

Prepared by: Matthew J. Kulhanek, Fleet and Facilities Unit Manager Reviewed by: Craig Hupy, Public Services Area Administrator

Approved by: Howard S. Lazarus, City Administrator

Whereas, The Fleet & Facilities Unit handles the disposal of surplus City vehicles and equipment through the public auction process as allowed by City Ordinance;

Whereas, The City has deemed two wheel loaders as surplus property;

Whereas, Section 1:319 of the City Code of Ordinances requires City Council approval for the sale of

File #: 17-1184, Version: 1

surplus property if the value of the asset exceeds \$25,000.00; and

Whereas, To ensure a smooth and timely public auction process, the Fleet & Facilities Unit is seeking City Council approval in advance of the auction in case the bid amount for either piece of equipment exceeds the \$25,000.00 threshold.

RESOLVED, That the City Council approves sale of a John Deere 544J wheel loader and a John Deere 544K wheel loader if the value of either asset exceeds \$25,000.00 in the public auction process;

RESOLVED, That the equipment (nos. 8970 and 8971) be sold at the next City vehicle auction held after the equipment is removed from service; and

RESOLVED, That the City Administrator be authorized to take the necessary actions to implement this resolution.