### **Municipality of East Ferris**

# Report to Council

Report No.:

R-2019-14

Date: October 8, 2019

Originator:

Antoine C. Boucher, Municipal Engineer

Subject:

Declaration of Surplus for the 2013 Freightliner Tandem Plow Truck and

2010 Ford 2500 Patrol Pickup Truck

#### RECOMMENDATIONS

1. THAT Council authorize Staff to declare surplus the 2013 Freightliner Tandem Plow Truck;

- 2. AND THAT Council authorize Staff to declare surplus the 2010 Ford 2500 Patrol Pickup Truck;
- 3. AND THAT Council authorize Staff to dispose of both surplus vehicles as follows:
- a) GovDeals' auction via their on-line service, with a seller's commission of 7.5% and a 5% buyer's premium charge. Post a first auction asking a minimum reserve of \$90,000 and \$2,000 respectively.
- b) If not successful, re-post auction with a lower reserve.

#### **BACKGROUND**

The 2013 Freightliner Tandem Plow Truck will no longer be operational once replaced by the new 2019 Freightliner Tandem Sander Plow Truck. The cause of decommissioning this vehicle was to upgrade the entire Public Works Fleet with Tandems equipped with sander boxes. The 2013 Plow Truck is to be decommissioned upon receiving the replacement truck, at which time it can be sold.

The 2010 Ford 250 Patrol Pickup truck will no longer be operational once replaced by the new 2020 GMC 3500 Patrol Pickup Truck. The cause of decommissioning this vehicle was that it is past its useful life. The 2010 Pickup is to be decommissioned upon receiving the replacement pickup, at which time it can also be sold.

Prior to disposal, the vehicles will be stripped of the radio, GPS, and other articles that should remain in the possession of the Municipality.

#### **DECLARATION OF SURPLUS**

The vehicles declared as surplus are to be dispose of on GovDeals to the highest bid.

The recommended disposal alternative is to post the vehicles on GovDeals, an online auction system used by the Municipality in the last few years. The program sets a seller's commission of 7.5% (Municipal cost removed from the sale), and a 5% buyer's premium (added to the sale and charged to the buyer). A minimum reserve of \$90,000 for the Tandem truck and \$2,000 for the

Pickup truck will be set indicating that the Municipality expects to receive a minimum bid for these items.

In the event that the minimum reserve is not met, the auction may be re-posted on-line with a different value and the process can be re-initiated.

## **CONCLUSION**

That the 2013 Freightliner Tandem Plow Truck and the 2010 Ford 2500 Patrol Pickup Truck be declared as surplus and be disposed of on GovDeals based on a minimum reserve.

Respectfully Submitted,

I concur with this report and recommendation

Antoine C. Boucher, P. Eng.

Municipal Engineer

Jason H. Trottier, BBA, CPA, CMA CAO/Treasurer