



CITY COUNCIL AGENDA ITEM

Date: December 2, 2015

To: Brian Kischnick, City Manager

From: MaryBeth Murz, Purchasing Manager
Timothy Richnak, Public Works Director
Brian Varney, Superintendent of Fleet Operations

Subject: Sale of Equipment - Surplus Fleet Vehicles

History

- February 10, 2014 Troy City Council granted approval and authorized departments to dispose of surplus vehicles either by live or online auctions with the disposal fee rolled in the sale price, which, is commonly referred to as a Buyer's Premium, (Resolution #2014-02-017-J-4a).
- The intent is to receive fair market value for the equipment the City sells.
- Huron County Road Commission has expressed an interest in making an outright purchase of two (2) used, tandem axle dump trucks with snow removal equipment. The two (2) tandem axle dump trucks; a 1997 and 2000 model year were replaced in June, 2015 with two (2) new tandem axle dump trucks with front plows, under body scrapers, state of the art salting and pre-wet systems.
- On Wednesday, November 18, 2015 Board of County Commissioners of Huron County approved the purchased of the 1997 and 2000 tandem axle dump trucks.
- The trucks and equipment will be utilized by Huron County for road maintenance.

Purchasing

- In December of 2013, the City sold a 1997 Ford Tandem axle dump truck with snow removal equipment at auction for \$13,900.00.
- Based on market survey research for comparable models and given that the City will save the costs of listing, prepping and detailing the vehicles for sale; the fair market value offer for the two (2) vehicles is being recommended.
- See below for pictures of the vehicles being sold. Note that all decals will be removed before the vehicles are sold.



1997 Ford - Equipment #436



2000 Sterling - Equipment #443



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Financial

Proceeds from the sale will be credited to the Motor Pool Internal Service Fund and used for future equipment purchases.

Recommendation

It is recommended that two (2) out of service tandem axle dump trucks with snow removal equipment be sold to the Huron County Road Commission for the fair market value of \$30,000.00 for the purpose of providing Road Maintenance to Huron County Roads.