THE CITY OF ASHEVILLE

Staff Report

Council Meeting Date: January 14, 2020

Subject: Sale of Surplus – Freightliner M2 Dump Trucks & John Deere Backhoe

Staff Resource(s): Barbara Whitehorn, Chief Financial Officer, Amy Patterson, Purchasing Manager

Action Requested: Approval of a resolution authorizing the sale of two (2) Freightliner Dump Trucks and one (1) John Deere Backhoe deemed surplus City personal property.

Background:

- The Maintenance Division of the City's Water Resources Department identified one (1) 2010 Freightliner M2 Dump Truck, one (1) 2013 Freightliner M2 Dump Truck, and one (1) 2010 John Deere 410J Backhoe as surplus personal property, with no anticipation of utilization by the City.
- The estimated wholesale values depending on condition are as follows:
    - 2010 Freightliner M2 Dump Truck is approximately $28,000
    - 2013 Freightliner M2 Dump Truck is approximately $30,000
    - 2010 John Deere 410J Backhoe is approximately $30,000
- Historical bid sales have been higher than estimates. Bids will be solicited through GovDeals online auction.
- Pursuant to N.C.G.S. §160A-266, the Sale and Disposal of Personal Property valued at $30,000 or more must be approved by the City Council. The City's Purchasing Manager has authority to dispose of personal property valued at less than $30,000 by private negotiation and sale.

Council Goal(s):

- Financially Resilient Community

Committee(s):

- None

Pro(s):

- Prudent asset management
- Space utilization eliminates the need to store large, unused equipment
- Competitive process yielded market price

Con(s):

- None

Fiscal Impact:

- The dump trucks and backhoe are fully depreciated and the Water Resources Fund will recognize the entire amount as revenue from the sale of the assets.

Suggested Motion:

- Move to adopt a resolution authorizing the sale of two (2) Freightliner M2 Dump Trucks and one (1) John Deere 410J Backhoe deemed surplus City personal property.

Attachment(s)

- Resolution

RESOLUTION NO. 20-____

RESOLUTION AUTHORIZING THE PURCHASING MANAGER TO DISPOSE OF SURPLUS CITY OWNED PERSONAL PROPERTY (2010 Freightliner M2 Dump Truck, 2013 Freightliner M2 Dump Truck and 2010 John Deere 410J Backhoe)

WHEREAS, pursuant to N.C.G.S. §160A-266, disposal of City owned surplus personal property valued at $30,000 or more requires City Council approval; and

WHEREAS, the City owns surplus Freightliner M2 Dump Trucks ("Dump Trucks") and a John Deere 410J Backhoe ("Backhoe"), with an estimated wholesale value of $30,000+ each; and

WHEREAS, the Dump Trucks and Backhoe will be advertised on the GovDeals online auction website and upon completion of the auction will be awarded to the highest bidder; and

WHEREAS, to authorize the sale of the Dump Trucks and Backhoe, City Council approval is needed; and

WHEREAS, the proceeds of the sale will be revenue for the Water Resources Enterprise Fund;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF ASHEVILLE THAT:

1. The Purchasing Manager is hereby authorized to sell the two (2) Freightliner M2 Dump Trucks and one (1) John Deere 410J Backhoe

2. The Purchasing Manager is hereby further authorized to execute any and all documents and require any and all other information necessary to effectuate the sale of the two (2) Freightliner M2 Dump Trucks and one (1) John Deere 410J Backhoe

Read, approved and adopted this 14th day of January, 2020.

_____ _____

City Clerk Mayor

Approved as to form:

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City Attorney