

REPORT TO THE CITY COUNCIL

City of Salinas, California

DATE: November 29, 2016

FROM: Matt N. Pressey, CPA, Finance Director

BY: Emmanuel Cauntay, Senior Buyer

SUBJECT: **SURPLUS VEHICLES AND EQUIPMENT FOR DISPOSAL**

RECOMMENDATION:

It is recommended that the City Council approve a resolution declaring the items listed on Exhibit A as surplus and authorize their disposal by the Purchasing Officer.

DISCUSSION:

Section 12-15 (Sale of personal property) of the Salinas Municipal Code gives City Council the authority to declare the items on Exhibit A surplus to City needs. This section of the Code states,

“The council may sell to the bidder submitting therefor the highest and best bid any personal property owned by the city which property is no longer needed for public purpose or which property should be disposed of for the purpose of replacement because unsatisfactory or unsuitable for public use.”

The City has contracted with California Auction Company, GovDeals and First Capitol Auction to conduct online auctions for surplus and unclaimed property. City Council first approved the use of online auctions on January 10, 2006. The Vehicle Maintenance and the Purchasing divisions will evaluate the vehicles and equipment to determine the best course of action for disposal.

ISSUE:

Shall Council declare listed items surplus property and authorize their disposal?

FISCAL IMPACT:

The sale of listed surplus should generate approximately \$35,000 revenue to the General Fund, depending on the results of the auctions.

TIME CONSIDERATIONS:

Due to the recent purchases of numerous vehicles and equipment Citywide, surplus items have created a storage space problem. Additionally, the items proposed for surplus are unsatisfactory and unsuitable for public use.

ALTERNATIVES:

Not declaring items surplus and not authorizing their disposal would continue the lack of storage space problem and devaluation of the assets to be sold.

CITY COUNCIL GOALS:

Disposing of vehicles and equipment not suitable for City use supports City Council goals, Quality of Life (healthy, vibrant, sustainable and Green Community) and Effective, Sustainable Government. Replacement vehicles purchased are more environmentally friendly.

CONCLUSIONS:

Staff recommends that Council approve a Resolution declaring all items on Exhibit A surplus and authorize the Purchasing Officer and Vehicle Maintenance staff to coordinate disposal.

Back Up Pages:
Resolution
Exhibit A List of City Surplus Property Items