Item #8

DATE March 1, 2017
TO GCTD Board of Directors
FROM Marlena Kohler, Purchasing Manager/DBE Officer
SUBJECT Consider Approval for the General Manager or His Designee to Authorize the Disposal of Surplus Buses

In compliance with the Purchasing Resolution, disposal of property or materials with any financial record valued over $3,000 shall be by determination of the Board of Directors at a regular constituted board meeting.

GCTD is preparing to surplus three (3) buses that recently reached their Federal Transit Administration-mandated minimum 12-year life expectancy for fixed route buses; these buses have already been replaced with new Gillig buses.

Gold Coast Transit District (GCTD) has in the past used Ken Porter’s Auction to auction vehicles with any perceived market value. Ken Porter conducts off-site auctions for many government agencies as well as private industry and hosts regular “miscellaneous” surplus sales. Vehicles are listed on their website and may be bid upon by registered bidders by accessing the website or by attending the live auction. The highest bidder is notified via e-mail or at the live auction upon close of the auction. A complete and detailed expense breakdown of each vehicle or item sold will accompany a settlement check.

The following vehicles have been identified as surplus and are to be auctioned off:

- Three (3) 40ft, 40 passenger CNG buses
  - These 2004 model year buses were purchased from North American Bus Industries (NABI) and were placed in service in February 2005. The bus numbers are: 4016, 4017, and 4018.
  - In June 2014, the Board of Directors authorized the purchase of up to fourteen (14) replacement buses from Gillig. Thirteen (13) buses were purchased and have been received and put into service. GCTD has no further use for or room in our facility to store these out-of-service NABI buses.

Historically, these types of vehicles resulted in a sale of less than $3000 when placed on using Ken Porter’s Auction. However, in December 2016, two NABI Buses were placed in auction. The results of the auction were close to the $3000.00 threshold stated in the Purchasing Resolution. GCTD staff decided it was best to obtain Board of Directors determination in advance to remain in compliance should either of these vehicles sell for over $3000.
The NABI buses will be listed on Ken Porters Auction, as a regular auction, allowing one or more multiple bidders to win one or multiple units. The auction is scheduled for March 18, 2017.

IT IS RECOMMENDED that the Board of Directors authorize the selling of three (3) NABI buses to the highest responsive bidders through Ken Porter’s Auctions.

GENERAL MANAGER’S CONCURRENCE

Steven P. Brown
General Manager