

Municipality of East Ferris

Report to Council

Report No.: R-2023-01

Date: February 14, 2023

Originator: Antoine C. Boucher, Municipal Engineer

Subject: Declaration of Surplus Equipment - 2014 Freightliner Tandem Plow Truck and 2012 International Tandem Plow Truck

RECOMMENDATIONS

1. THAT Council authorize Staff to declare surplus the 2014 Freightliner Tandem Plow Truck;
2. AND THAT Council authorize Staff to declare surplus the 2012 International Tandem Plow 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 \$85,000 and \$35,000 for the Freightliner and International respectively.
 - b) If not successful, Staff will re-evaluate disposal alternatives including the option for the auction to be re-posted on-line with a lower value.

BACKGROUND

After the Public Works fire on March 5th, 2022, all three (3) Tandem Plow Trucks were deemed to be decommissioned. A 2019 Tandem Plow truck was purchased to become part of the new fleet. Public Works was authorized to purchase two (2) new Tandem Plow Trucks. These trucks were ordered, and the delivery date was end of December 2022 and January 2023.

In the interim, a 2014 Freightliner and a 2012 International Tandem Plow Trucks were purchased for the purpose of winter maintenance until the new plow trucks would be delivered.

Now that the Municipality has received both new 2023 Tandem Plow Trucks, we will no longer be operating these older two trucks and they are ready to be taken off the fleet and decommissioned.

Prior to disposal, the vehicles will be stripped of the radio, GPS, and other articles that will be transferred to the new plows.

DECLARATION OF SURPLUS

The vehicles declared as surplus are to be disposed 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 .../2

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 \$85,000 for the 2014 Freightliner Tandem truck and \$35,000 for the 2012 International Tandem 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, Staff will re-evaluate disposal alternatives including the option for the auction to be re-posted on-line with a lower value.

CONCLUSION

That the 2014 Freightliner Tandem Plow Truck and the 2012 International Tandem Plow Truck be declared as surplus and be first disposed of on GovDeals based on a minimum reserve.

Respectfully Submitted,



Antoine C. Boucher, P. Eng.
Municipal Engineer

I concur with this report and recommendation



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