

EXECUTIVE SUMMARY



To: Jim Scholl, City Manager

From: Norman Whitaker, Director / KWDoT

VIA: Sarah Spurlock, Assistant City Manager-Administrator,
Greg Veliz, Assistant City Manager-Administrator
Rod Delostrinos, Director Community Services
John Fallon, Fleet Manager

Date: July 15, 2015

Subject: Approving the disposal of an obsolete city owned transit bus

Action Statement:

This resolution is a request for approval and authorization to dispose an obsolete city owned transit bus whose original acquisition price exceeded \$20,000; Authorizing the City Manager to dispose of this property by accepting the best removal scrap offer received once all reusable parts are removed.

Background:

The following city owned bus has exceeded the anticipated equipment life expectancy of twelve (12) years or 500,000 miles:

<u>FDOT#</u>	<u>Year/Make/Model</u>	<u>VIN#</u>	<u>Title#</u>
186015	2001 Gillig	15GGE181611090407	83787059

Purpose & Justification:

Disposal of surplus or obsolete personal property with acquisition prices of \$20,000 per item shall be made only after approval by the City Commission.

As the buses initial capital cost has declined over the last thirteen (13) years, the bus repair and maintenance cost has increased. Bus 804 has not operated since April 13, 2015 due to major component and system failures.

Options:

1. Approve the disposal of the obsolete city owned bus number 804 by accepting the best removal scrap offer received once all reusable parts are removed.
2. Disapprove the disposal of the obsolete city owned bus 804.

Financial Impact:

The parting and sale of the vehicle, will result in a positive budget impact to the city by reducing the maintenance repair cost.

Recommendation:

The Key West Transit Director and Maintenance Staff recommends approval of option # 1.