



City of Coral Gables
CITY COMMISSION MEETING
November 9, 2021

ITEM TITLE:

Resolution. A Resolution of the City Commission authorizing the declaration of surplus and sale of a city-owned Self-Loader Truck purchased for the Solid Waste division of Public Works, pursuant to Sec. 2-879 of the Procurement Code entitled "Disposal of Surplus".

DEPARTMENT HEAD RECOMMENDATION:

Approval.

BRIEF HISTORY:

A Self-Loader truck (2021 International Chassis Model MV607) was purchased for the Solid Waste Division to assist with gaining efficiencies in the trash and garbage operations while replacing outdated equipment. Due to the lengthy lead times associated with the assembly and delivery of this type of heavy-duty equipment, an order had to be placed in December 2020 to receive the equipment during FY 2020-2021.

Prior to the delivery of the equipment (July 2021), a transition in the operational environment of the Solid Waste division happened and it was determined that a different type of equipment would be better suited to meet the operational needs of the division to achieve the efficiencies they were looking to gain.

The truck was originally purchased through the Florida's Sheriff's Association contract # FSA120-VEH18.0 at a purchase price of \$161,540. After it was determined that the equipment would no longer meet the needs of the division, several options were considered for the best method to recoup the city's investment. The City's Surplus Policy outlines that surplus property may be sold directly if a specific source has been identified and deemed in the City's best interest to pursue this route for disposal and further defines surplus supplies/equipment/property as any City-owned property that is unused, unwanted or no longer needed by a department.

Through the local dealer that originally facilitated the sale through the FSA contract, a buyer (EDJ Tree Service, LLC) was located that would directly purchase the truck from the city at a cost of \$160,000. And, so it has been determined that this is the best option for the disposition of the equipment that would allow the city to immediately recoup \$160,000 of its' original investment without the lengthy auction process that would not guarantee such a high rate of return.

Under Section 2-879 of the Procurement Code, entitled "Disposal of Surplus," the Chief Procurement Officer shall be responsible for the sale or disposition of surplus supplies by a method or methods deemed by the Chief Procurement Officer to be most advantageous and in the best interest of the city. The Chief Procurement Officer shall have the authority to sell or dispose of surplus items in any manner authorized by the appropriate Florida Statutes, including F.S. CH. 274, entitled "Tangible Personal Property Owned by Local Governments." All surplus items with an estimated fair market value of \$25,000.00 or more must be declared surplus by a resolution of the city commission before the Chief Procurement Officer may dispose of said surplus supplies.

ATTACHMENT(S):

1. **Draft Resolution**
2. **Sales Proposal**