

RESOLUTION NO. 2003- 149

AUTHORIZING THE GENERAL MANAGER FOR A PERIOD OF THREE (3) YEARS TO ENTER INTO CONTRACTS FOR AUCTION SERVICES AND THE SALE OF SCRAP AND OBSOLETE NON-REVENUE VEHICLES AND OTHER ITEMS WHICH HAVE EXCEEDED THEIR USEFUL LIFE.

WHEREAS, the Authority from time to time disposes of scrap and obsolete non-revenue vehicles, vehicle parts and other items which have exceeded their useful life; and

WHEREAS, Section 306.43(K) of the Ohio Revised Code permits the sale or disposition of personal property by public auction or competitive procurement; and

WHEREAS, from time to time it is in the best interest of the Authority to utilize a public auction process for such sales instead of a competitive bidding process to dispose of such items; and

WHEREAS, the procedure of such auction sales precludes authorization by the Board of Trustees for the sale of each individual vehicle or part.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

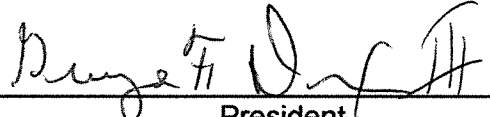
Section 1. That the General Manager of the Authority be and he is hereby authorized to enter into one or more contracts with one or more auctioneers licensed by the State of Ohio to conduct public auctions of the Authority scrap or obsolete non-revenue vehicles and other items which have exceeded their useful life (auction items).

Section 2. That the General Manager or his designee be and hereby is authorized to enter into contracts and execute other documents as required in connection with the sale of auction items as a result of such auction.

Section 3. That the proceeds of such auction sales be deposited in the RTA General Fund.

Section 4. That this resolution shall become effective immediately upon its adoption.

Adopted: October 21, 2003



President

Attest: 

CEO, General Manager/Secretary-Treasurer

Form
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Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING THE GENERAL MANAGER FOR A PERIOD OF THREE (3) YEARS TO ENTER INTO CONTRACTS FOR AUCTION SERVICES AND THE SALE OF SCRAP AND OBSOLETE NON-REVENUE VEHICLES AND OTHER ITEMS WHICH HAVE EXCEEDED THEIR USEFUL LIFE.	Resolution No.: 2003 - 149
	Date: October 16, 2003
	Initiator: Procurement Dept.

ACTION REQUEST:

Approval Review/Comment Information Only Other _____

- 1.0 **PURPOSE/SCOPE:** This action will allow the Authority to proceed with public auction procedures for the disposition of scrap or obsolete non-revenue vehicles, vehicle parts, furniture and other items that have reached the end of their useful life or usefulness to the Authority.
- 2.0 **DESCRIPTION/JUSTIFICATION:** The Authority has utilized the auctioneer services in the past, pursuant to Resolution 2000-098 with a great deal of success. Disposal of property through the auctioning process expedites the disposal of personal property and historically provides greater revenue to the Authority. This resolution would authorize the General Manager to utilize the auction process for a period of three years.
- 3.0 **PROCUREMENT BACKGROUND:** Section 306.43(K) of the Ohio Revised Code permits the use of public auctions for the disposition of personal property. The nature of the auction process, by which title is transferred immediately following the sale, precludes the usual procedure of having each individual sale approved by the Board of Trustees. This action will permit the General Manager to contract with one or more auctioneers to conduct such public auctions, and the General Manager or his designee to execute contracts, vehicle titles and similar documents required to complete such sales.
- 4.0 **DBE/AFFIRMATIVE ACTION BACKGROUND:** The Office of Business Development does not conduct Affirmative Action reviews or establish goals on RTA procurements involving auction services or the sale of scrap or obsolete items.
- 5.0 **POLICY IMPACT:** Does Not Apply.
- 6.0 **ECONOMIC IMPACT:** This action will enable the Authority to utilize auctions to enhance the value of the sale of scrap or obsolete items. Any costs associated with the auction will be deducted from the proceeds of the sale. The proceeds will be deposited into the RTA General Fund. The auction costs are typically a percentage of the sale price of the items, and should be within the General Manager's small purchase authority. Valuation and the return from the sale of the vehicles are dependent on the age, mileage and condition of each vehicle being sold.
- 7.0 **ALTERNATIVES:** Reject this agreement: Rejection of this resolution will require the Authority to attempt to sell each item by the competitive bidding process.

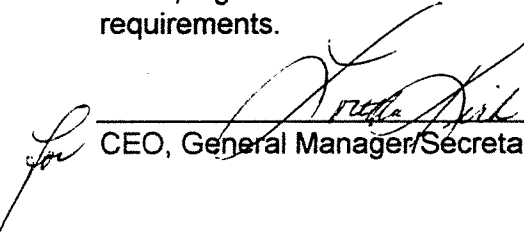
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8.0 RECOMMENDATION: It is recommended that the resolution be adopted and the General Manager be authorized to enter into contracts for auction services.

9.0 ATTACHMENTS: None.

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.



for CEO, General Manager/Secretary-Treasurer