

RESOLUTION NO. 2009-80

AUTHORIZING THE GENERAL MANAGER/SECRETARY-TREASURER TO ENTER INTO CONTRACTS FOR AUCTION SERVICES AND THE SALE OF SCRAP AND OBSOLETE PROPERTY FOR A PERIOD OF FIVE (5) YEARS

WHEREAS, the Authority from time to time must dispose 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 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/Secretary-Treasurer of the Authority be and he is hereby authorized to enter into one or more contracts with on-line auction houses and/or auctioneers licensed by the State of Ohio to conduct public auctions of the Authority's scrap or obsolete non-revenue vehicles and other items for a period of five (5) years.

Section 2. That the General Manager/Secretary-Treasurer or his designee be and he is hereby authorized to enter into contracts and execute other documents, as required, in connection with the sale of the Authority's scrap or obsolete non-revenue vehicles and other items as a result of such auction.

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

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

Adopted: September 15, 2009

  
\_\_\_\_\_  
President

Attest:   
\_\_\_\_\_  
CEO, General Manager/Secretary-Treasurer



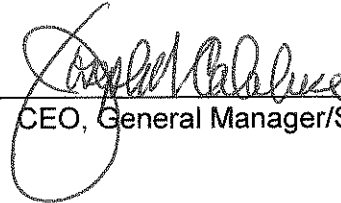
Greater Cleveland Regional Transit Authority  
**STAFF SUMMARY AND COMMENTS**

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|---|-----------------------------------|
| TITLE/DESCRIPTION:<br><br>CONTRACT: AUCTION SERVICES AND THE SALE OF SCRAP AND OBSOLETE PROPERTY FOR A PERIOD OF FIVE (5) YEARS   | Resolution No.:<br>2009-80        |
|   | Date:<br>September 10, 2009       |
|   | Initiator: Procurement Department |
| ACTION REQUEST:<br><input type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> 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 miscellaneous items that have exceeded their useful life or usefulness to the Authority.
- 2.0 DESCRIPTION/JUSTIFICATION: The Authority has utilized auctioneer services in the past, pursuant to Resolution No. 2006-186 with a great deal of success. Disposal of property through the auctioning process expedites the disposal of personal property and historically provides additional revenue to the Authority. This resolution would permit the General Manager/Secretary-Treasurer the use of the auction process for a period of five 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/Secretary-Treasurer, or his designee, to contract with one or more auctioneers to conduct such public auctions, and to execute contracts, vehicle titles and similar documents required to complete such sales.
- 4.0 AFFIRMATIVE ACTION/DBE BACKGROUND: Does not apply.
- 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 shall be deposited in the 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.
- 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.
- 8.0 RECOMMENDATION: It is recommended that the resolution be adopted and the General Manager/Secretary-Treasurer 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.



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CEO, General Manager/Secretary-Treasurer