

Agenda Report

TO:

CITY COUNCIL

DATE: OCTOBER 16, 2000

FROM:

CITY MANAGER

SUBJECT: SALE OF SURPLUS POLICE HELICOPTER

Recommendation:

It is recommended that the City Council:

Authorize the Director of Finance to sell, at auction, a surplus 1987 1) Enstrom helicopter, registration number N8624B.

Approve the appropriation of the net proceeds from the sale, H) estimated at \$50,600, to the LA Impact account 104-402410.

Background:

The City of Pasadena Police Helicopter Section maintains a fleet of five helicopters. In July, one of the helicopters, a 1987 Enstrom, was taken out of service due to age and a high number of flight hours. It is no longer economical to maintain this aircraft for use by the City and it has been declared salvage property. A Bell OH-58 helicopter that has been obtained free of charge, through the federal government surplus program will replace this aircraft. The refurbishment of this new aircraft is being accomplished with funds from the LA IMPACT account. For this reason it is requested that the funds from the sale of this aircraft be appropriated back into that account.

Pursuant to the Disposition of Salvage and Scrap Property Ordinance, Chapter 4.04 of the municipal code, salvage property is to be disposed of through public auction or sealed bid. In addition, salvage property estimated at greater that \$25,000 may not be sold without the authorization of the City Council. The estimated value of the salvage helicopter is \$55,000, therefore staff requests City Council authorization to dispose of this item through an auction process, to be handled by a third-party auction services.

10/16/2000 MEETING OF

AGENDA ITEM NO 4.A.3.

Fiscal Impact:

It is anticipated that the City will receive approximately \$50,600 in proceeds from the sale of the helicopter. This amount represents the estimated sale price of \$55,000 less an 8% auctioneer commission. Staff requests that the City Council approve the appropriation of these proceeds to the LA Impact Account in order to provide for the on-going support of the helicopter fleet.

Respectfully submitted

∕Cynthia J. Kurtz City Manager

Approved by:

Jay M. Goldstone Director of Finance Reviewed by:

Bernard Melekian Chief of Police

Prepared by:

Steve Mermell

Purchasing Administrator