



OLYMPIC VALLEY PUBLIC SERVICE DISTRICT



EXHIBIT F-6
2 Pages

SURPLUS PROPERTY LIQUIDATION TEMPORARY WATER TANKS

DATE: September 26, 2023

TO: District Board Members

FROM: Dave Hunt, District Engineer

SUBJECT: Surplus Property Liquidation – Temporary Water Tanks

BACKGROUND: The District implements an asset replacement program that funds the replacement of equipment and apparatus based on industry guidelines and projected service life. As a result, the Departments have accumulated items that have been replaced with newer stock in accordance with the program and are no longer required.

In accordance with District code, these assets must be declared surplus by the Board before they can be liquidated in any way. Once deemed surplus, the District will attempt to sell the items; if unsuccessful, they will be offered as donations. If the item(s) cannot be sold or donated, they will be disposed of.

DISCUSSION: A critical component of the West Tank and Zone 3 Tank Coating Projects was the installation of temporary high-density polyethylene (HDPE) water storage tanks at the tank sites. Since there was no availability for short term rental of the type and size of storage tanks required for the projects, four temporary tanks were purchased to serve the needs of those two projects. One of the tanks was damaged by the contractor and the District received a credit in the form of a deductive change order. With the tank coating projects complete, there is no future need for the three remaining tanks and the District does not have sufficient storage to retain the equipment.

ALTERNATIVES:

1. Determine that the listed item is surplus to the District's needs and authorize staff to sell, donate, or dispose of the items.
2. Take no action.

FISCAL/RESOURCE IMPACTS: The original value of the three tanks is \$37,500, which was included in the budgets of the subject capital projects. It is unknown how much potential revenue from the sale of the item will total; however, staff anticipates revenue of \$20,000-\$30,000.

RECOMMENDATION: Staff recommend the Board determine that the listed items are surplus to the District's needs and authorize staff to sell, donate or dispose of the items.

ATTACHMENTS: None.

DATE PREPARED: September 18, 2023