



OPERATIONS COMMITTEE
October 7, 1999

Los Angeles County
Metropolitan
Transportation
Authority
One Gateway Plaza
Los Angeles, CA
90012

TO: BOARD OF DIRECTORS
FROM: THOMAS K. CONNER *Thomas Conner*
Executive Officer, Transit Operations
SUBJECT: DISPOSAL OF 60 SURPLUS/OBSOLETE BUSES

ISSUE

The sale of 60 obsolete buses generated \$27,605.00 of revenue via auction. Disposal of obsolete buses which are excessively costly to maintain or have mechanical/structural issues which are non-economic to repair allows the MTA to avoid excessive maintenance costs, clears needed storage areas and reduces potential safety hazards.

BACKGROUND

The FTA permits the sale or disposal of coaches when the vehicles reach 500,000 life miles or 12 years of age. MTA's Bus Fleet Management Plan calls for the sale of 50 buses per month in order to upgrade the bus fleet to a condition that is safe and reliable by removing obsolete, non-economic coaches from service. The 60 buses were sold because they exceeded the age and service criteria for replacement and have experienced excessive life cycle costs for maintenance. These same buses were evaluated, prior to sale and were found to have major defects; i.e., costly underbody structural damage and are in need of drive train repair and wheelchair replacement. Refurbishing these vehicles would have cost between \$30,000 and \$60,000 each to repair which far exceeds the value of the coach.

DISCUSSION

Disposal of the surplus/obsolete buses will result in increased revenue to the MTA and is consistent with established MTA policy regarding asset disposal. As of September 1999, the MTA has approximately 825 coaches that qualify for replacement in concert with FTA policy and the Accelerated Bus Procurement Plan. The 60 coaches involved in this sale were not needed nor are they suitable to meet the recent court order to expand Consent Decree service.

Attachment 1: Active Fleet Records.

Prepared by: Michael Singer
Manager, Fleet Management

Mailing Address:
P.O. Box 194
Los Angeles, CA 90053

213.922.6000

LOS ANGELES COUNTY
METROPOLITAN TRANSPORTATION AUTHORITY

OFFICE OF PROCUREMENT

SALE ORDER

SALE ORDER

October 5, 19 99

NO. 6717

TREASURER _____

P.O. _____

THE FOLLOWING DESCRIBED MATERIAL WAS SOLD TO:

RESALE # _____

NAME The Nationwide Companies

BID # _____

ADDRESS 13005 E. Temple Avenue

CONTRACT # _____

City of Industry, CA 91746

BOARD APPROVAL _____

FTA APPROVAL _____

Prepaid Freight

Collect Freight

Sale of 60 Surplus Buses

Auction was conducted by the Nationwide Auction Systems on September 18, 1999.

Total Proceeds =	\$37,900.00
Less 5% Commission =	1,895.00
Less Towing Charges	
(\$140.00 per bus) =	<u>8,400.00</u>
NET REVENUE =	\$27,605.00

See attached list.

CREDIT ACCOUNT

40799/7050

FTA GRANT #

MTA FUNDED

DIRECTOR, PROCUREMENT

IF TO BE BILLED,
CHECK HERE

ORIGINAL
IF COLLECTED, CHECK HERE:
Show date forwarded to Cashier:

CASH CHECK 0841

PLEASE -- NOTIFY DIRECTOR OF PROCUREMENT IF THIS BILL REMAINS UNPAID FOR 30 DAYS AFTER ORIGINAL BILLING.

SALE DATE: 9/18/99
 CONSIGNOR NUMBER: 576
 A CO METROPOLITAN TRANSPORTATION
 NE GATEWAY PLAZA 12 FLOOR
 LOS ANGELES CA 90012

DH
 REPORT DATE: 9/28/99

LOT	MAKE	SERIAL NUMBER	UNIT NUMBER	LICENSE	T-T	PROCEEDS	COMMISSION	TRANS	DELOGO	DETAIL	SMOG	MISC.
B200	GMC	1G0YT86J7EV822312			IN	\$1600.00	\$80.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B201	GMC	1G0YT82JXBV811175			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B202	GMC	1G0YT82J8BV811451			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B203	GMC	1G0YT82J6BV810850			IN	\$200.00	\$10.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B204	GMC	1G0YT82J6BV810816			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B205	GMC	1G0YT82J7BV810890			IN	\$400.00	\$20.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B206	GMC	1G0YT82J2BV810845			IN	\$800.00	\$40.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B207	GMC	1G0YT82J5BV811519			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B208	GMC	1G0YT82J6BV810959			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B209	GMC	1GOYT86J0EV822314			IN	\$100.00	\$5.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B210	GMC	1G0YT82J6BV810976			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B211	GMC	1G0YT82J6BV811254			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B212	GMC	1G0YT82J5BV810841			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B213	GMC	1G0YT82J6BV811318			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B214	GMC	1G0YT82JXBV810835			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
E	GMC	1G0YT82J6BV810847			IN	\$600.00	\$30.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B216	GMC	1G0YT82J9BV810812			IN	\$800.00	\$40.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B217	GMC	1GOYT86J9EV822313			IN	\$1300.00	\$65.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B218	GMC	1G0YT82JXBV811600			IN	\$800.00	\$40.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B219	GMC	1G0YT82JXBV810981			IN	\$100.00	\$5.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B220	GMC	1G0YT82J7BV811490			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B221	GMC	1G0YT82J0BV811542			IN	\$900.00	\$45.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B222	GMC	1G0YT82J8BV810770			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B223	GMC	1G0YT82J7BV810789			IN	\$1100.00	\$55.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B224	GMC	1G0YT82J2BV811462			IN	\$900.00	\$45.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B225	GMC	1G0YT82J3BV811048			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B226	GMC	1G0YT82J8BV811448			IN	\$1000.00	\$50.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B227	GMC	1G0YT82J3BV810921			IN	\$1900.00	\$95.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B228	GMC	1GOYT82J0BV810732			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B229	GMC	1G0YT82J0BV811055			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B230	GMC	1G0YT86JXEV822322			IN	\$1700.00	\$85.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B231	GMC	1G0YT82J7BV810842			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B232	GMC	1G0YT82J0BV811413			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B233	GMC	1G0YT82J5BV811410			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B	GMC	1G0YT82J5BV811021			IN	\$900.00	\$45.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B235	GMC	1G0YT82J5BV811083			IN	\$100.00	\$5.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B236	GMC	1G0YT82J9BV811488			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B237	GMC	1G0YT82J1BV810819			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B238	GMC	1G0YT82J0BV810956			IN	\$800.00	\$40.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00

SALE DATE: 9/18/99
 CONSIGNOR NUMBER: 576
 LA CO METROPOLITAN TRANSPORTATION
 ONE GATEWAY PLAZA 12 FLOOR
 LOS ANGELES CA 90012

DH
 REPORT DATE: 9/28/99

LOT	MAKE	SERIAL NUMBER	UNIT NUMBER	LICENSE	T-T	PROCEEDS	COMMISSION	TRANS	DELOGO	DETAIL	SMOG	MISC.
B239	GMC	1G0YT82J1BV810755			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B240	GMC	1G0YT82J1BV811629			IN	\$1000.00	\$50.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B241	GMC	1G0YT82J8BV810848			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B242	GMC	1G0YT82J2BV810912			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B243	GMC	1G0YT82J8BV810879			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B244	GMC	1G0YT82J7BV811439			IN	\$100.00	\$5.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B245	GMC	1G0YT82JXBV810804			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B246	GMC	1G0YT82J5BV811309			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B247	GMC	1G0YT82J6BV811562			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B248	GMC	1G0YT82J4BV811110			IN	\$800.00	\$40.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B249	GMC	1G0YT82J9BV810891			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B250	GMC	1N9TAS2A5EL013229			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B251	GMC	1G0YT82J3BV810935			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B252	GMC	1G0YT82J3BV811194			IN	\$300.00	\$15.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B253	GMC	1G0YT82J9BV811247			IN	\$100.00	\$5.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B254	GMC	1G0YT82J7BV811280			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B255	GMC	1G0YT86J8EV822321			IN	\$1300.00	\$65.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B256	GMC	1G0YT82J9BV810714			IN	\$100.00	\$5.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B276	GMC	1G0YT82J8BV810820			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B277	GMC	1G0YT82J3BV810899			IN	\$500.00	\$25.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00
B279	GMC	1G0YT82J4BV810880			IN	\$700.00	\$35.00	\$140.00	\$0.00	\$0.00	\$0.00	\$0.00

=====

\$8400.00	\$0.00	\$0.00	\$0.00	\$0.00
-----------	--------	--------	--------	--------

=====

TOTAL PROCEEDS	COMMISSION	TOTAL CHARGES
=====	=====	=====
\$37900.00	\$1895.00	\$8400.00

CONSIGNOR NET
 =====
 \$27605.00