

Item No: 5B Meeting Date: 9/7/23

DATE:	August 2, 2023
то:	Port of Tacoma Commission
FROM:	Eric Johnson, Executive Director Sponsor: Rick Atkinson, Director Equipment Maintenance
SUBJECT:	Resolution 2023-14-PT: Surplus of Obsolete Bromma Components

A. ACTION REQUESTED

Approve Resolution 2023-14-PT to surplus obsolete Bromma components (asset ID: 112863 (Scoop Assy, LG), 112864 (Flipper Arm Upper Attachment), and 112865 (Arm, Flipper), estimated to be valued at \$18,381.34.

Strategic Plan Initiative: OS-1.

B. BACKGROUND

Port staff determined that Bromma components (Asset ID #'s: 112863 (Scoop Assy, LG), 112864 (Flipper Arm Upper Attachment), and 112865 (Arm, Flipper)) should be declared surplus and allow for disposal or sale.

Master policy (Section V, sub paragraph F) indicates that no large block or lot of personal property having a net book value in excess of \$10,000.00 will be broken into components of lesser value. These items can be disposed of after Commission authorization is obtained.

Crane Maintenance found an innovative alternate solution to the traditional spreader flipper system. We purchased 2 test sets of Flexi Flippers and ran them in production for 3 months with zero failures. Typically, in this time frame we averaged 8 damaged conventional flippers during normal operations. This alone saved \$25K in parts and labor. We have now swapped all 11 Bromma spreaders over to the new system making the conventional parts obsolete.

C. SCOPE OF WORK

The scope of work will include disposition surplus Bromma components and sell as lot on surplus auction site.

D. TIMEFRAME/PROJECT SCHEDULE

Disposition via surplus auction once approved.

E. FINANCIAL SUMMARY

Cost: Parts residing in inventory are valued at \$18,381.34 based on original procurement cost.

Source of Funds: Originally purchased with Port funding.

ltem	Description	Qty	Write Off Value
112863	Scoop Assy, LG	3	\$4,327.38
112864	Flipper Arm, Upper Attach	8	\$12,124.96
112865	Arm, Flipper Bromma	10	\$1,929.00
TOTAL		21	\$18,381.34

Financial Impacts \$18,381.34 deducted from on hand inventory.

F. ALTERNATIVE ANALYSIS

Parts are no longer usable with current configuration of Bromma spreaders. There are external parties interested in procuring the items via auction.

G. NEXT STEPS

Remove from inventory records. Post to public auction site. Disposition to seller.