

The Regional Municipality of York

Committee of the Whole
Finance and Administration
June 15, 2023

Report of the Commissioner of Finance

2022 Disposal of Surplus Assets

1. Recommendation

Council receive this report for information.

2. Summary

This report advises Council of the disposal of surplus tangible capital assets, excluding land, buildings, and furniture from January 1, 2022, to December 31, 2022.

Pursuant to the [Disposal of Surplus Assets Policy](#) ('the policy'), a report shall be submitted to Council annually to advise of the disposal of surplus assets.

Key Points:

- This report identifies 63 surplus assets disposed of in 2022, in accordance with the Disposal of Surplus Assets Policy, excluding any disposed assets which expensed and not capitalized in the Region's Tangible Capital Asset Register:
 - 31 cars and light duty vehicles (includes sport utility vehicles)
 - 32 buses

3. Background

The Disposal of Surplus Assets Policy ensures the recovery of the maximum residual value from surplus assets

Surplus assets refer to tangible capital assets that are obsolete, no longer needed, or no longer usable, as determined by the relevant Commissioner. The Disposal of Surplus Assets Policy is not applicable to the disposal of land, buildings, and furniture.

Disposals occur when the ownership of a Regional asset is relinquished by the department as a result of sale, destruction, loss or abandonment, resulting in the cost and accumulated amortization of the asset being reduced to zero.

The Director of the Procurement Office has delegated authority to approve the disposal of Regional surplus assets using a method to maximize their residual value.

Staff follow prescribed methods for the disposal of surplus assets as defined in the Policy

Intention to dispose of surplus assets is collected from Regional departments as a requirement under public sector accounting standards, through the following methods, in the order listed below:

1. Trade-in the asset
2. Offer the asset free of charge to other Regional departments
3. Offer the asset at its net residual value to local area municipalities
4. Sell the asset through a competitive commercial mechanism, such as through a competitive bid or through auction, in an open and transparent process

Where applicable, assets may be disposed of through the Ontario Stewardship Program, a not-for-profit organization, whose primary objective is to keep materials out of landfills and to recover as much value as possible from assets at the end of their useful life.

If the above methods of disposal are unsuccessful or deemed inappropriate, the Procurement Office, in consultation with the relevant Regional department, will determine the most appropriate method of disposal in an environmentally sustainable manner.

If the asset is of a nominal value, it may be donated for charitable or benevolent purposes, at the discretion of the relevant Commissioner.

Proceeds from the disposal of surplus assets are transferred in full to departmental asset replacement reserves

As outlined by the policy, proceeds from the disposal of surplus assets are transferred to the appropriate asset replacement reserve, as determined by the Commissioner of Finance.

4. Analysis

Disposals in 2022 generated net proceeds of \$625,024

The total value of surplus assets disposed of in 2022, and their related proceeds, are identified in Table 1. These proceeds were transferred in full to the respective departmental Replace Reserve account.

The assets identified in this report were disposed of through auction. The majority of these assets reached the end of their useful lifecycle, with the remainder being substantially towards the end of their lifecycle.

Additional information regarding the specifics of each disposed of asset is available in Attachment 1.

Table 1
Overview of Surplus Assets Disposed of in 2022

Department	Number of Items	Net Proceeds (\$)	Gain/Loss (\$)
Public Works	63	625,024	604,015
TOTAL	63	625,024	604,015

*Losses are identified in parenthesis.

5. Financial

Proceeds of \$625,024 from the disposal of surplus assets were transferred in full to the respective departmental asset replacement reserves.

Upon disposal, the assets and any remaining net book value (historical cost less amortization) are removed from the Region's balance sheet.

An accounting gain of \$604,015 has been included in the 2022 financial statements as the proceeds of disposition were higher than the net book value of the disposed assets.

6. Local Impact

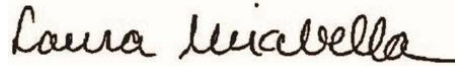
There is no local municipal impact associated with this report. No local municipalities expressed an interest in acquiring any of the assets identified in this report at their net residual value.

7. Conclusion

The surplus assets identified in this report were disposed of in accordance with the Policy.

A total of \$625,024 in net proceeds was generated through the disposal of these surplus assets.

For more information on this report, please contact, Fadi Samara, Director, Procurement Office at 1-877-464-9675 ext. 71650. Accessible formats or communication supports are available upon request.



Recommended by:

Laura Mirabella
Commissioner of Finance and Regional Treasurer



Approved for Submission:

Bruce Macgregor
Chief Administrative Officer

May 24, 2023

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Appendix 1 – 2022 Disposal of Surplus Assets

2022 DISPOSAL OF SURPLUS ASSETS

Table 1 - Public Services

Branch	Type	Serial ID	Description	Net Book Value (\$)	Proceeds (\$)	Gain/Loss (\$)
Fleet Services	Decommissioned Vehicle	1C6RR6GGXDS578286	2013 Dodge RAM 1500	-	9,777.00	10,250.00
Fleet Services	Decommissioned Vehicle	1C6RR7FTBES202675	2014 DODGE RAM1500	-	8,320.00	8,875.00
Fleet Services	Decommissioned Vehicle	1C6RR7FTXES202676	2014 DODGE RAM1500	-	9,057.00	9,500.00
Fleet Services	Decommissioned Vehicle	1C6RR7GM8FS635972	2015 DODGE RAM 1500	-	13,567.00	14,200.00
Fleet Services	Decommissioned Vehicle	1C6RR7TT7ES251936	2014 DODGE RAM1500	-	14,070.00	14,750.00
Fleet Services	Decommissioned Vehicle	1FMCU9H94DUB48008	2013 4DR SE 4WD ingot silver	-	11,745.00	12,300.00
Fleet Services	Decommissioned Vehicle	1FT8X3BT4BEC13370	2011 FORD F350 UTILITY	-	12,657.00	13,250.00
Fleet Services	Decommissioned Vehicle	1FTEX1E50JKF45830	2018 FORD F150 SUPERCAB	9,074.32	14,335.00	5,925.68
Fleet Services	Decommissioned Vehicle	1FTFX1EGXJKC45783	2018 FORD F150 SUPERCAB	-	9,278.00	9,800.00
Fleet Services	Decommissioned Vehicle	1FTNE1EW2DDA55803	2013 Ford Econoline Van XL	-	3,873.00	4,100.00
Fleet Services	Decommissioned Vehicle	1FTYR2CV5GKA13031	2016 FORD TRANSIT 250	-	16,120.00	17,000.00
Fleet Services	Decommissioned Vehicle	1FTYR44E79PA48718	2009_FordExtended_2_WDRanger	-	4,351.00	4,600.00
Fleet Services	Decommissioned Vehicle	1FVAC3BS0ADAR3356	2010_Freightliner_M2_106V	-	33,100.00	35,000.00
Fleet Services	Decommissioned Vehicle	1FVAC3BS2AHAS9604	2010_Freightliner_M2_106V	-	43,200.00	45,000.00
Fleet Services	Decommissioned Vehicle	1FVAC3BS4AHAS9605	2010_Freightliner_M2_106V	-	37,900.00	40,000.00
Fleet Services	Decommissioned Vehicle	1FVAC3BS9ADAR3355	2010_Freightliner_M2_106V	-	40,300.00	42,500.00

Branch	Type	Serial ID	Description	Net Book Value (\$)	Proceeds (\$)	Gain/Loss (\$)
Fleet Services	Decommissioned Vehicle	1FVHC7DE88HZ31324	2008FreightlinerTandemM2_112	-	8,140.00	9,000.00
Fleet Services	Decommissioned Vehicle	1FVHC7DEX8HZ31325	2008FreightlinerTandemM2_112	-	21,100.00	22,500.00
Fleet Services	Decommissioned Vehicle	1GCEC14X59Z250370	2009_Chevrolet_Silverado	-	6,657.00	7,000.00
Fleet Services	Decommissioned Vehicle	1GCHG356591160962	2009ChevCargo vanExpress	-	8,358.00	8,800.00
Fleet Services	Decommissioned Vehicle	1GTZ7TCL2B1139487	2011_GMC_Savana_Van	-	15,537.00	16,250.00
Fleet Services	Decommissioned Vehicle	2C4JRGAG6DR652485	2013 DODGE RAM CARGO VAN FWD	-	5,440.00	5,875.00
Fleet Services	Decommissioned Vehicle	2C4RDBG2CR298608	2012 Dodge Grand Caravan	-	14,577.00	15,250.00
Fleet Services	Decommissioned Vehicle	3D6WF3EL5BG546931	2011_Dodge_RAM3500	-	14,335.00	15,000.00
Fleet Services	Decommissioned Vehicle	3D7JB1EK5BG632480	2011_Dodge_RAM1500	-	4,288.00	4,675.00
Fleet Services	Decommissioned Vehicle	3D7JB1EK9BG632479	2011_Dodge_RAM1500	-	6,232.00	6,700.00
Fleet Services	Decommissioned Vehicle	3GTU2YEJ0DG231199	2013_GMC_Sierra_1500_Truck	-	10,497.00	11,000.00
Fleet Services	Decommissioned Vehicle	NM0LS6BN8DT147770	2013 Ford TRANSIT-CONN	-	3,832.00	4,200.00
York Region Transit	Decommissioned Vehicle	3GTP2VEA0DG292225	2013 GMC Sierra 1500	-	11,776.00	12,475.00
York Region Transit	Decommissioned Vehicle	57WMD1A66EM100484	2014_MU1_Mobility	-	13,480.00	14,250.00
York Region Transit	Decommissioned Vehicle	57WMD1A67EM100669	2014 MV1 Mobility	-	10,257.00	10,750.00
York Region Transit	Decommissioned Bus	1N9MNAC609C084194	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC619C084298	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC629C084195	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC649C084196	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC649C084201	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC659C084191	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC669C084197	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00

Branch	Type	Serial ID	Description	Net Book Value (\$)	Proceeds (\$)	Gain/Loss (\$)
York Region Transit	Decommissioned Bus	1N9MNAC669C084295	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC679C084192	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC689C084296	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC699C084193	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	1N9MNAC6X9C084297	Eldorado_EZ_Rider_II	-	3,600.00	3,600.00
York Region Transit	Decommissioned Bus	2FYD2LV103U025509	BUS_NEW_FLYER_D40LF	-	4,300.00	4,300.00
York Region Transit	Decommissioned Bus	2FYD2LV113U025499	BUS_NEW_FLYER_D40LF	-	4,300.00	4,300.00
York Region Transit	Decommissioned Bus	2FYD2LV113U025504	BUS_NEW_FLYER_D40LF	-	4,300.00	4,300.00
York Region Transit	Decommissioned Bus	2FYD2LV124U026999	BUS_NEW_FLYER_D40LF	-	4,300.00	4,300.00
York Region Transit	Decommissioned Bus	2FYD2LV143U025495	BUS_NEW_FLYER_D40LF	-	4,280.00	4,280.00
York Region Transit	Decommissioned Bus	2FYD2LV143U025514	BUS_NEW_FLYER_D40LF	-	4,300.00	4,300.00
York Region Transit	Decommissioned Bus	2FYD2LV154U027001	BUS_NEW_FLYER_D40LF	-	4,300.00	4,300.00
York Region Transit	Decommissioned Bus	2FYD2LV163U025515	BUS_NEW_FLYER_D40LF	-	4,300.00	4,300.00
York Region Transit	Decommissioned Bus	2FYD2LV193U025511	BUS_NEW_FLYER_D40LF	-	4,300.00	4,300.00
York Region Transit	Decommissioned Bus	YE2UE23B092062856	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UE23B192062851	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UE23B392062849	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UE23B392062852	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UE23B592062853	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UE23B792062854	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UE23B892062846	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UE23B992062855	Bus_Van_Hool_AG300	-	5,800.00	5,800.00

Branch	Type	Serial ID	Description	Net Book Value (\$)	Proceeds (\$)	Gain/Loss (\$)
York Region Transit	Decommissioned Bus	YE2UE23BX92062847	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UE23BX92062850	Bus_Van_Hool_AG300	-	5,800.00	5,800.00
York Region Transit	Decommissioned Bus	YE2UF26B562063523	Bus_Van_Hool_AG330	35,628.22	48,988.00	13,359.78

PUBLIC WORKS SUMMARY

Type	Volume of Surplus Assets	Net Book Value (\$)	Proceeds (\$)	Gain/Loss (\$)
Decommissioned Vehicle	31	9,074.32	436,156.00	450,775.68
Decommissioned Bus	32	35,628.22	188,868.00	153,239.78
TOTAL	63	44,702.54	625,024.00	604,015.46

Table 2 – Summary of all Departments

Department	Volume of Surplus Assets	Net Book Value (\$)	Proceeds (\$)	Gain/Loss (\$)
Public Works	63	44,702.54	625,024.00	604,015.46
TOTAL	63	44,702.54	625,024.00	604,015.46

Net book value refers to the difference between the cost of a tangible capital asset (TCA) and both its accumulated amortization and the amount of any write-downs. It represents the unconsumed cost of a TCA attributable to its remaining service life.

Negative numbers are displayed in red and in parenthesis.