

**16.3 EXPRESSION OF INTEREST- SALE OF PLANT AND EQUIPMENT**

**Responsible officer: Matthew Sherman, Manager Infrastructure Services**

**Attachments: Nil**

128

<b>Section under the Act</b>	The grounds on which part of the Council or Committee may be closed to the public are listed in Section 90(2) & (3) of the <i>Local Government Act 1999</i> .
<b>Sub-clause and Reason:</b>	(j)(i) - information the disclosure of which would divulge information provided on a confidential basis by or to a Minister of the Crown, or another public authority or official (not being an employee of the Council, or a person engaged by the Council).

**Executive Summary**

This report provides information and seeks endorsement from Council on the expression of interest for the sale of plant and machinery which is surplus to Council’s needs.

**RECOMMENDATION**

**That Council:**

1. accepts the Expression of Interest from James Norman for the purchase of Water Tanker at a price of \$12,000 GST Inc.
2. accepts the Expression of Interest from Stephen Kilroy for the Subaru Station Wagon at a price of \$275 GST Inc.
3. accepts the Expression of Interest from Neville Gasmier for the COGS Trailer at a price of \$1,616 GST Inc.
4. accepts the Expression of Interest from Kelvin Humphries for the 2 Generators at a total price of \$10,050 GST Inc.
5. accepts the Expression of Interest from Berri Netball & Basketball Club for the Vending Machine at a price of \$1,500 GST Inc.
6. accepts the Expression of Interest from Glen Nuske for the Stone Rib roller at a price of \$7,000 GST Inc.
7. accepts the Expression of Interest from Glen Nuske for the 2000L Mobile Fuel Tanker at a price of \$1850 GST Inc.
8. accepts the Expression of Interest from Glen Nuske for the 1300L Mobile Fuel Tanker at a price of \$1100 GST Inc.
9. advertises the items of plant which did not attract an Expression of Interest submission (Volvo prime mover, Mono pump and Fire fighter pump) again and with an actual price listed for the item

**MOVED COUNCILLOR PAUL IRELAND  
SECONDED COUNCILLOR MICK SPARNON**

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**CARRIED.**

**Background**

Council works staff have over a period of time identified plant and equipment that has become surplus to Council's needs. Council at the July 2019 Ordinary meeting endorsed staff undertaking an Expression of Interest process for the sale of various plant and equipment.

**Context**

Council received a total of 14 submissions in response to the Expression of Interest process.

**Policy and statutory implications**

Southern Mallee District Council Disposal of Land and assets Policy is relevant to this matter.

Council's Strategic Management Plan: Infrastructure strategies - 3.3 Ensure that infrastructure/assets are being used to their potential is also relevant to this matter.

**Issues**

The table below shows all of the Expressions of Interest submitted with the highest submission amount highlighted in bold text. The total value of the preferred Expressions of Interest is \$35,391 GST Inc.

Submitter	Item of plant	Expression of interest amount
District Council Karoonda East Murray	Water Tanker	\$5,500 GST Inc
<b>Jim Norman</b>	<b>Water Tanker</b>	<b>\$12,000 GST Inc</b>
Andrew Litchfield	Water Tanker	\$3,850 GST Inc
Pocock Pastoral	Water Tanker	\$7,700 GST Inc
Colin Greiger	Suburu Wagon	\$100 GST Inc
<b>Steven Kilroy</b>	<b>Suburu Wagon</b>	<b>\$275 GST Inc</b>
<b>Glen Nuske</b>	<b>2000 L Mobile fuel Tanker</b>	<b>\$1850 GST Inc</b>
<b>Glen Nuske</b>	<b>1300 L Mobile Fuel Tanker</b>	<b>\$1100 GST Inc</b>
Stephen Kilroy	Cogs Trailer	\$715 GST Inc
EM Olson	Cogs Trailer	\$1540 GST Inc
<b>Neville Gasmier</b>	<b>Cogs Trailer</b>	<b>\$1616 GST Inc</b>
Kelvin Humphries	Stone Rib roller	\$1050 GST Inc
<b>Glen Nuske</b>	<b>Stone Rib roller</b>	<b>\$7,000 GST Inc</b>
<b>Kelvin Humphries</b>	<b>2 X Diesel Generators</b>	<b>\$10,050 GST Inc</b>
Jenny Dolphin	2 X Diesel Generators	\$7,000 GST Inc
Charles Coburn	1 X Diesel Generators	\$3,300 GST Inc
BT Equipment	2 X Diesel Generators	\$2,711 GST Inc
<b>Berri Netball &amp; Basketball Club</b>	<b>Vending Machine</b>	<b>\$1,500 GST Inc</b>

Council did not receive an Expression of Interest for the Volvo prime mover, Mono pump or Fire fighter pump.

#### Alternate options

The most appropriate option is for Council to accept the submission with the highest figure received in the Expression of Interest process. It is also appropriate for Council to advertise the remaining plant with an actual price on the item. This may attract more interest.

Council could decide to do nothing to the remaining items that did not receive an Expression of Interest, thus retaining and maintaining that plant. Council also put the remaining items through an Auction company with a reserved price.

**Financial implications**

The cost to advertise the Expression of Interest in the newspapers. The process has generated income from asset sales of \$35,391.00.

**Work Health and Safety and Risk implications**

This matter raises no work health and safety or risk issues.

**Consultation**

Council considered this matter at the ordinary Council meeting in July 2019 and resolved to advertise and seek an Expression of Interest for the sale of various items of plant. The process generated considerable public interest.