

Executive Summary

Quarterly Tangible Property Disposition Report

For the Quarter Ended December 31, 2005

Per School Board Policy 6.10 (Property Accountability and Responsibility), tangible personal property records are governed by Chapter 274.02 of the Florida Statutes. This includes items costing \$1,000 or more with an expected life of one year or more, assets previously added to the tangible property list and all computers.

Four times a year a Disposition Report for tangible personal property is presented to the School Board requesting approval to reinstate or remove personal property from active status. This is pursuant to Administrative Directive D-6.06(4) that requires a quarterly property disposition report denoting stolen, missing, discarded and reinstated property. The attached Disposition Report is submitted for Board approval.

The report includes the Asset Description along with its Disposition Code, Acquisition Cost, and Depreciated Value.

- The Disposition Code is assigned by Property Redistribution Warehouse or Capital Assets staff to categorize the disposition method.
- The Acquisition Cost is the actual or estimated purchase price of the item.
- The Depreciated Value is determined using a straight-line depreciation method with a zero-percent salvage value. Assets with a disposition of "Beyond Repair" (D2), "Destroyed" (D3), or "Obsolete" (D5) generally have no commercial value and, therefore, are assigned a value of zero. The estimated useful life varies by asset type using a schedule established during GASB 34 implementation.

Reinstated Property is composed of assets previously reported as stolen or not located during an inventory process, which are subsequently relocated. It may also include assets that have been rebuilt or restored and placed back in service. Most often, they are assets listed as missing by school personnel and subsequently relocated when field technicians perform a more comprehensive inventory.

In FY 2003, the District began using a web-based auction site to dispose of obsolete computers, furniture and equipment. As of December 31, 2005, the District's FY 2006 proceeds from the E-Surplus auctions totaled \$52,718.52. Since the inception of the program in FY 2003, the proceeds from website auctions are \$329,988.82.

The Bulletin was published which marked the start of the FY06 inventory process. Each school has been assigned the task of locating assets that have been assigned to their school. By the end of the quarter, 74% of the schools submitted their final results.

The capital assets staff is continuing to work with the District's ERP Team and the Everge consultants to make a smooth transition to the new PeopleSoft software in FY 2007. Our main focus during this quarter was to test the conversion of the real property data contained in our current inventory tracking system (FASGov) and formulate new procedures for disposing of assets in the PeopleSoft environment. We continue to work with other departments to define the most efficient methods for tracking and reporting on the District's assets in PeopleSoft.