

Texas Facilities Commission

Introduction

Top Reasons to Use TFC's Surplus Programs

- 1. Save **money** compared to buying brand new
- 2. Save **time** during the procurement process
- 3. Decrease waste to landfills; reuse is a form of recycling

Learning Objectives

- 1. How to search for and request surplus government property available at low fees.
- 2. Discover how these programs can **benefit your organization** by looking at past examples of transfers.



Important Statutes & Regulations

TFC Authority to operate Surplus Program

- Texas Government Code Chapter 2175
- Title 40 of the U.S. Code, Section 549
- Federal Management Regulations Subchapter B, Part 102-37

Exemption for Purchasing Surplus

- TFC property is a sole source or "proprietary" purchase
- Intergovernmental agreement in place

Special Considerations - Districts receiving Federal grants

 Some grants MUST check with FSP first before buying new equipment





FEDERAL SURPLUS PROPERTY PROGRAM



How it all started

- Origin → After WW2, Federal Property & Administrative Services Act of 1949 (created the GSA)
- Goal→ Help state & local governments obtain the equipment they need, but may not otherwise be able to afford, in order to provide critical life-saving, educational, or health services
- Program participants are referred to as "Donees"

a little bit about us

- Our Federal Surplus Property (FSP) Program requests, warehouses, and transfers surplus federal government equipment to eligible organizations in Texas.
- Program does not receive any funding from federal or state gov't. Program
 is entirely supported by service fees paid by our donees. The donated
 portion is the difference between original cost and service fees.



Who is Eligible?

Public Agencies

- State Agencies
- Cities, Counties, & Municipalities
- School Districts
- Utilities & Special Purpose Districts

Fire Depts & Emergency Service Districts

- Volunteer Fire Departments
- City Fire Departments
- ESD's

Small Businesses

- SBA (8) a certified companies
- Veteran Owned Small Businesses- certified by the SBA

Nonprofit & Public Programs for the Elderly

- Adult Day Care
- Nutrition, Transportation, Legal or Social Services

Service Educational Activities

- Boy Scouts of America
- Boys and Girls Clubs of America
- American National Red Cross
- For complete list visit GSA website

Nonprofit
Educational &
Public Health
Activities

- Charter & Private Schools, Colleges, Universities
- Programs for Homeless and Impoverished
- Museums & Free Libraries
- Hospitals, Clinics

Veteran's Service
Organization

• As determined by Department of Veteran's Affairs

Public Airports

 As deemed necessary by the Federal Aviation Administration

<u>It is the Law</u>: In accordance with Federal Law and this state agency's regulations and polices, TFC and its donees are prohibited from discriminating on the basis of race, color, national origin, sex, age, and disability.



VETERANS SMALL BUSINESS ENHANCEMENT ACT





 Adds Veteran-owned small businesses to the list of organizations eligible to receive Federal Surplus Property

 VOSBs must be registered with the U.S. Small Business Administration





- Download & complete an "Application for Eligibility" from our website: www.SurplusTexas.gov/federal.
- 2) Submit application & supporting documents to federal.surplus@tfc.texas.gov.
- 3) Renew account every 3 years.



APPLICATION FOR ELIGIBILITY

INSTRUCTIONS FOR COMPLETING THE APPLICATION TO RECEIVE FEDERAL SURPLUS PROPERTY (41 CFR 102-37)

- Complete pages 2-7 and return per the instructions at the bottom of this page.
- Page 6 must be signed by your organization's AUTHORIZING OFFICIAL. An "Authorizing Official" is the chief executive
 or financial officer for the applicant organization with authority to execute legal documents on your organization's behalf.
- . Some organizations must submit supporting documentation with the application. See pages 9-12 for details.
- Public/government agencies are eligible. Certain nonprofit organizations, Veterans Service Organizations, Service Educational Activities, volunteer fire/EMS/search & rescue departments and small businesses may also qualify. To determine if your organization may be eligible, please refer to the categories listed on pages 2 and 9-12 or contact us.
- · All organizations must reapply every three (3) years.
- INCOMPLETE APPLICATIONS WILL NOT BE PROCESSED. IF YOU HAVE QUESTIONS OR NEED ASSISTANCE, PLEASE CONACT US AT (512) 962-4167 OR federal.surplus@tfc.texas.gov.







DONATION PROCESS OVERVIEW

- Federal agencies contact GSA to dispose of surplus personal property.
- 2) TFC "screener" requests property from GSA.
- 3) GSA allocates (donates) property to state of their choice.

- 4) Donee visits an FSP warehouse or searches online inventory for available property.
- 5) Donee request property from TFC.
- 6) Donee picks up property & submits payment to TFC within 30 days.













Donee

AFTER THE DONATION: COMPLIANCE PERIOD

- One year to put property into use.
- Property obtained must be to support your business operations and may not be used for personal or unrelated reasons.
- 3) Must continue to use the property for "Compliance Period" (CP) before ownership transferred to donee.
 - Compliance period ends one year past your SBA 8 (a) graduation date.
 - For items with an original value of \$5,000 or more, must receive with at least 6 months remaining in the 8(a) Program.
 - Donee submits compliance paperwork to SBA as requested.
 - Contact SBA if problems arise during compliance period and need to dispose of item early.
 - For VOSBs Original value < \$5,000 → (12) month CP
 - For VOSBs Original value ≥ \$5,000 or more → (18) month CP





AFTER THE DONATION: COMPLIANCE PERIOD

- 5) During the property's compliance period, you may not sell, trade, lease, lend, bail, cannibalize, encumber, or otherwise dispose of such property, or remove it permanently, for use outside the State, without the prior, written approval of GSA, TFC, and/or SBA
- 6) Donees are subject to compliance checks, including on site visits by your SBA District Office, TFC or the GSA
- 7) Subject to Single Audit Act
 - Donees that have received \$750,000 or more in all forms of federal financial assistance during the last fiscal year are liable for a single audit by an independent firm.
 - Fair Market Value = 23.34 % of original acquisition cost
 - TFC will send letter to you at end of fiscal year with FMV of property received.



SPECIAL CONSIDERATIONS FOR SBA 8 (A) BUSINESSES

- Eligible for Federal Surplus Program only while active in the SBA's 8(a) program
- SBA also involved in compliance monitoring
- Compliance period for property ends one year after your 8(a) graduation date
- All property requests must be approved by your SBA Business Opportunity Specialist
- For items with an original value of \$5,000 or more, must receive with at least 6 months remaining in the 8(a) program



FEDERAL GRANTS



- Value of property from Federal Surplus may be used toward school's "Match" for grant monies that originate from the federal government.
 - Example: District obtains a maintenance truck that originally cost \$50,000 brand new. The District paid us a service charge of \$5,000. The District may be able to apply as much as \$50,000 toward their "match" for a grant application
- Contact granting authority to confirm if equipment may count toward your match.
- We can provide reports regarding the original acquisition cost of the item, as well as its fair market value.



EMERGENCY MANAGEMENT

 When there is a federally-declared disaster, impacted state(s) receive special assistance from the U.S. government to obtain trucks, equipment, generators, etc. rapidly.

 Add Federal Surplus to your organization's list of emergency management resources.

 Keep your account up-to-date so you will receive <u>property specials</u> and be ready and able to obtain property quickly.





What Types of Property Are Available?

- Generators
- Storage & fuel tanks
- Musical instruments
- Exercise & gym equipment
- Recreational equipment
- Commercial kitchen equipment
- Office equipment, furniture & supplies
- Passenger, Utility, & Cargo Vehicles
- Medical supplies & equipment

- Electronics
- Tools/shop equipment
- Mobile homes & travel trailers
- Large storage containers
- Emergency management equipment
- Heavy Equipment
- Boats & rafts
- Airplanes & helicopters

All available property is posted on our website (with pictures!)

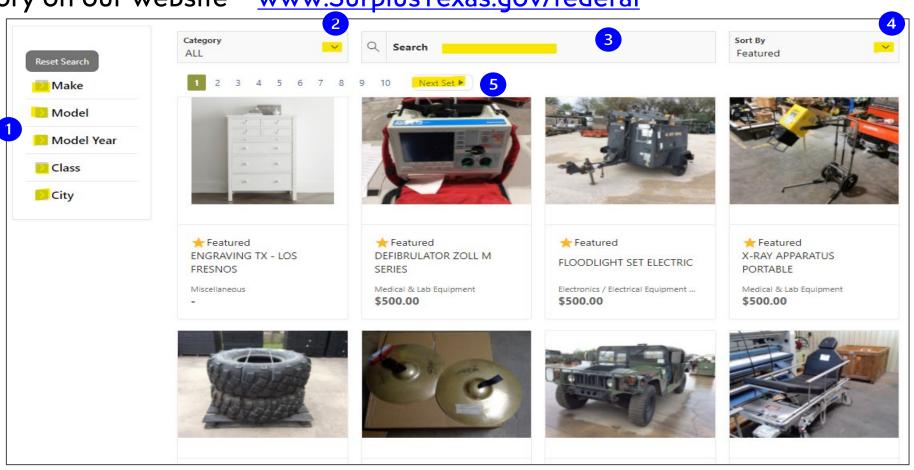


FIND THE EQUIPMENT YOU NEED, QUICK!

- Visit our Fort Worth or San Antonio Warehouses. Only designated "Authorized Representatives" may sign for property.
- Search FSP's inventory on our website <u>www.SurplusTexas.gov/federal</u>

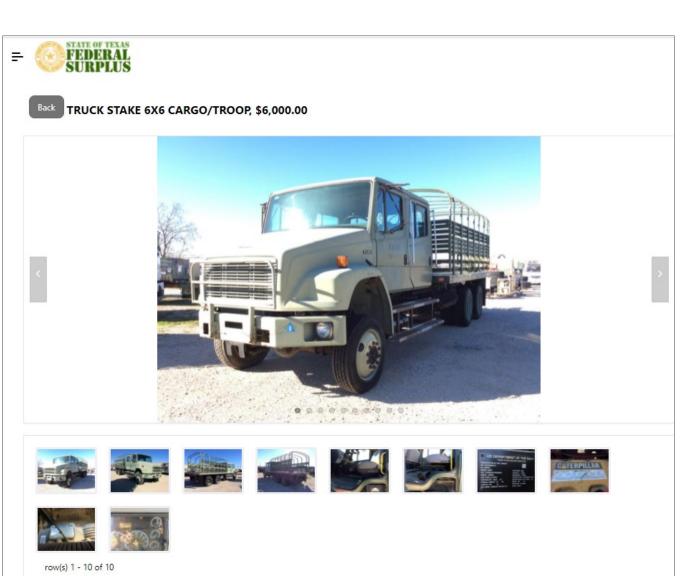
Now offering new ways to search:

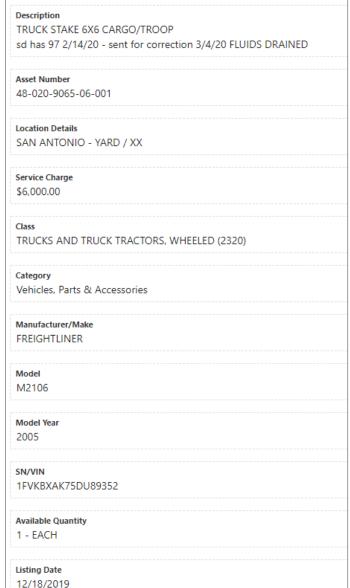
- 1. Improved search filters
- 2. Category filter
- 3. Text box search
- 4. Sort by filter
- 5. Search by page





VIEWING AVAILABLE PROPERTY







EXAMPLES OF SERVICE CHARGES















Refrigerators \$20

Tools \$1

Chairs \$5

Printers \$10

Office Supplies \$25/pallet

A/C Units \$200



Forklift 10k cap \$3,800



Trailers \$300



Riding Mowers \$150



100kw Generators \$2,500



Golf Carts \$250





SCHOOL DISTRICTS RECEIVING PROPERTY (SINCE 2015)

Abilene ISD Alamo Heights ISD

Alpine ISD Alvarado ISD Alvord ISD

Aransas County ISD

Athens ISD Bandera ISD Bangs ISD Banquete ISD Barbers Hill ISD

Blanco ISD

Bluff Dale ISD

Boles ISD

Breckenridge ISD Bridgeport ISD

Broaddus ISD

Burleson ISD

Carrizo Springs CISD

Center ISD Central ISD

Chapel Hill ISD (Mt Pleasant)

Charlotte ISD Chillicothe ISD Cisco ISD

Cleveland ISD

Colorado ISD

Comanche ISD

Crockett County CCSD

Del Valle ISD Eagle Pass ISD East Central ISD

East Chambers ISD

Ector ISD

Edgewood ISD (Edgewood)

Edgewood ISD (San Antonio)

Edinburg CISD

Edna ISD Elgin ISD **Eustace ISD** Fairfield ISD Ferris ISD

Floresville ISD Forestburg ISD Fort Worth ISD

Fredericksburg ISD

Gold-Burg ISD

Gordon ISD Graford ISD

Grand Prairie ISD

Groesbeck ISD

Harlandale ISD

Harper ISD

Huckabay ISD

Hurst-Euless-Bedford ISD

Hutto ISD

Italy ISD

Kerens ISD

La Joya ISD

La Vernia ISD Liberty Hill ISD

Lubbock-Cooper ISD

Lueders-Avoca ISD

Mabank ISD

McMullen County ISD

Medina ISD Menard ISD Milford ISD

Mineral Wells ISD

Mission CISD Natalia ISD Nocona ISD

North East ISD Northside ISD

Overton ISD

Pasadena ISD

Peaster ISD

Pearsall ISD

Perrin-Whitt CISD

Pharr San Juan Alamo ISD

Pleasanton ISD Poolville ISD

Poth ISD

Prairiland ISD

Presidio ISD

Randolph Field ISD

Rosebud-Lott ISD

S And S CISD Salado ISD

Seymour ISD

Shallowater ISD

Sidney ISD

Socorro ISD Southwest ISD

Stockdale ISD

Sulphur Bluff ISD

Thrall ISD

Timpson ISD

Tom Bean ISD

United ISD

Vega ISD

Venus ISD

Warren ISD

West Orange-Cove CISD

White Deer ISD

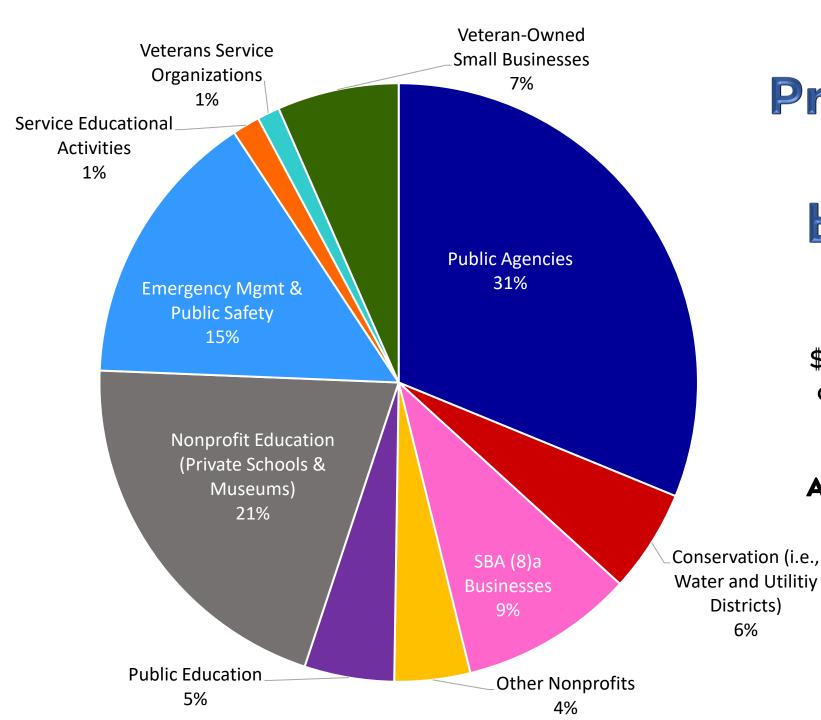
Windham School District

Woodson ISD

Wylie ISD

TOTAL = 110



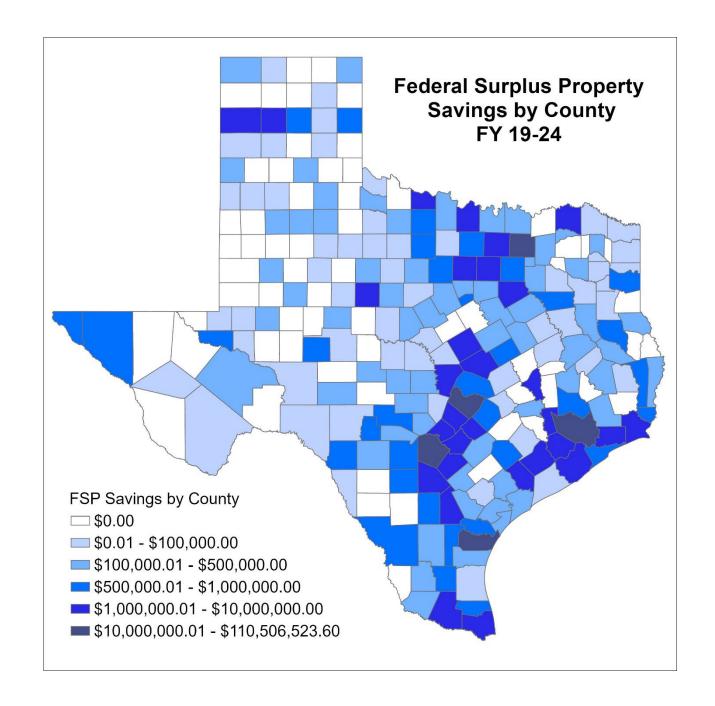


Property Donated FY14-FY24 by Donee Type

From October 2013-September 2024, FSP transferred nearly \$495 million worth of property to our donees for about \$26 million in service fees.

Average Service Charge = 5% of item's original value





Donee Savings by County FY19-FY24

From October 2018-September 2024, donees located in Travis, Harris, Bexar, Nueces, Collin, Bell and Hidalgo counties saved the most money by utilizing the FSP Program compared to buying brand new!



PARTICIPATION BY SBA 8(A)'S

| Fiscal Year (Oct-Sept) | Original Gov't Acquisition Cost | Service Charge paid by 8(a) firm | Amount Saved | No. of Transactions | No. of 8(a) Firms |
|---------------------------|---------------------------------|----------------------------------|-----------------|------------------------|----------------------|
| FY 2020 | \$1,607,836.45 | \$156,845.00 | \$1,450,991.45 | 64 | 20 |
| FY 2021 | \$3,856,256.74 | \$332,094.01 | \$3,524,162.73 | 90 | 17 |
| FY 2022 | \$4,826,586.77 | \$446,250.70 | \$4,380,336.07 | 109 | 17 |
| FY 2023 | \$7,274,897.23 | \$653,112.25 | \$6,621,784.98 | 91 | 17 |
| FY 2024 | \$1,801,760.30 | \$153,264.00 | \$1,648,496.30 | 73 | 14 |
| Totals | \$19,367,337.49 | \$1,741.565.96 | \$17,625,771.53 | 427 | 52 |

Active SBA 8(a) firms have accounts from various fields including:

Painting & Construction Advertising Healthcare HR/Staffing Information Technology Property Management Electrical Engineering Manufacturing Consulting Interior Design Environmental Services Logistics/Transportation Welding CAD Services



PARTICIPATION BY VOSB'S

| Fiscal Year (Oct-Sept) | Original Gov't Acquisition Cost | Service Charge Paid by VOSB firm | Amount Saved | No. of VOSB Firms (receiving property) |
|---------------------------|---------------------------------|----------------------------------|-----------------|--|
| FY 2021 | \$3,049,860.03 | \$165,926.70 | \$2,883,933.33 | 21 |
| FY 2022 | \$9,340,404.28 | \$685,162.65 | \$8,655,241.63 | 47 |
| FY 2023 | \$7,961,549.61 | \$557,816.15 | \$7,403,733.46 | 52 |
| FY 2024 | \$12,159,574.38 | \$860,657.50 | \$11,298,916.88 | 72 |
| Totals | \$32,511,388.30 | \$2,269,563.00 | \$30,241,825.30 | 107 |

Since April 2021 (when FSP program eligibility was extended to VOSBs), VOSB firms have saved over \$30 million dollars compared to buying brand new!

Currently over 160 active VOSB firms have accounts from various fields including:

| Food Services | Healthcare & Lab Services | Engineering |
|---------------------|---------------------------|--------------------------|
| Telecom Services | Auction Services | Landscaping |
| Janitorial Services | Distilling | Therapy Services |
| Disposal Services | Mobile Mechanics | Consulting |
| Water Treatment | Medical Training | Logistics/Transportation |
| Construction | Electrical | Advertising |



Examples of Property Donated







VOSB'S



Iron 3 Diesel, LLC (VOSB)

- Aircraft Tractor received in March 2021
- Original Acquisition Cost= \$14,790.80
- FSP Service charges= \$2,000





VOSB'S

911 Tactical Medicine (VOSB)

- Original acquisition cost = \$1,670,762.08
- Service charges paid to FSP = \$69,373
- Total Savings = \$1,601,389.08!

















VOSB'S

Yoshida Solutions (VOSB)-

- Ford 455C Backhoe (received in May 2022)
- Original acquisition cost= \$25,652
- FSP Service Charge= \$7,500
- Total Savings = \$18,152







SBA 8 (A)'S

Valcorp Enterprises, LLC

- Boom lift received February 2019
- Box truck received September 2020
- Original acquisition cost= \$148,720
- FSP Service Charge= \$14,000









SBA 8(A)'S

International Consulting Engineers (ICE)

- ICE has received over 1,400 items
- Total original acquisition cost = \$6,100,149.50
- Service charges paid to FSP = \$493,460
- Total Savings of \$5,606,689.50 Compared to Buying Brand New!



















Olmito Water Supply Corporation

- 500 kw Generator received June 2020
- Original acquisition cost= \$65,000
- FSP Service Charge= \$6,500





Mustang Special Utility District

- Fleet of vehicles
- Pump
- 5-Ton Dump Truck
 All received in 2020











Jefferson County Drainage District No. 6

- Sioux Prairie Crane received in Sept. 2019
- Original acquisition cost= \$251,005.42
- TFC Handling fee= \$10,000







Jonah Water Special Utility District

- Genie Boom Lift received in October 2020
- Original acquisition cost = \$229,000
- FSP Service Charge = \$4,000







CITIES





City of Sandy Oaks

- Modular building and Mobile Trailer used for city operations acquired in January 2020.
- Original Acquisition Cost = \$290,968.78
- FSP service charge= \$7,500
- Total Savings= \$283,468.78





CITIES

Town of Bayside

- 5-ton cargo truck received in 2017 nicknamed "The Beast"
- Original acquisition cost = \$67,139
- FSP Service Charge = \$6,500 That is a savings of \$60,639 compared to buying brand new!





The VFD completed all design, fabrication, and modifications of the truck. Bayside VFD members installed fire fighting equipment, lights, made necessary mechanical repairs, and painted the truck to make it rescue ready!





CITIES







City of Magnolia

- Received in March 2014 from DLA DS Holloman AFB in New Mexico
- Truck converted into mobile command center for Police Dept.





COUNTIES

Lee County

- Caterpillar D7H Dozer
- Service Charge = \$25,000
- Orig. Acquisition Cost = \$175,085

Savings of over \$150,000 compared to buying brand new!







COUNTIES

Brazos County Precinct 4 VFD

- Received LMTV cargo truck from FSP in October 2021
- Original acquisition cost = \$176,428.00
- Service charges paid to FSP = \$7,500

















COUNTIES

Bastrop County ESD #2

- 5-ton LMTV cargo truck (received in September 2020)
- Original acquisition cost= \$184,333
- FSP Service Charge= \$6,000











St. Hedwig VFD

• 5 Ton Truck







(Before)

- FSP Service Charge = \$7,500
- Orig. Acquisition Cost = \$134,047





Locust Grove VFD

- Received two Wheel Mounted 350 GPM Pump Assemblies in March 2019
- Original acquisition cost= \$25,256
- FSP service charge= \$3,000
- Total Savings= \$22,256









Nueces County ESD #2

- Tracker Boat with McClain Trailer received April 2020
- Original acquisition cost= \$7,500
- FSP Service Charge= \$1,200



(Before)











Sugar Land Fire EMS

- (2) 2.5-Ton LMTV Cargo Trucks received in July 2019
- Original acquisition cost= \$115,639
- FSP service charge= \$15,000











City of Clarendon Fire Department

- 5-ton diesel cargo truck
- OAC = \$70,613
- FSP Service charge=\$5,000









PUBLIC SAFETY

Texas Department of Transportation (TXDOT)

- 37 tanker semitrailers obtained from 2015-2019 to use as to water distributors.
- Average OAC approx. \$71,000/ea.
- Average service charge paid by TXDOT approx. \$4500/ea.
- Total savings of over \$2.4 million compared to buying new







NONPROFITS

Pet Prevent a Litters (P.A.L.S.) of Central Texas

- Anesthesia Machine and Surgical Table received in December 2020
- OAC= \$56,150
- FSP service charge= \$275
- Total Savings= \$55,875.50









NONPROFITS

Hatzalah of Houston

- 2.5-Ton LMTV Cargo Truck received February 2020
- Original acquisition cost= \$176,428
- FSP Service Charge= \$7,500





(After)





NONPROFITS

Community Food Bank

- Forklift, power fan, van
- Original acquisition cost= \$109,485.98
- FSP Service Charge= \$5,750











MUSEUMS



National U.S. Armed Forces Museum

- Two Humvee Utility Trucks and 900 Gallon Water tank received in October 2020
- Original acquisition cost= \$87,646
- TFC Handling fee= \$7,450
- Total Savings= \$80,196





KITCHEN EQUIPMENT

Italy ISD

- MKT Field Kitchen Trailer, received in September 2020
- Original acquisition cost= \$145,000
- FSP Service Charge= \$750







Over 200 cadets were fed 3 hot meals per day, for a week!





SCHOOLS

Edinburg CISD

• F350 Truck

• OAC = \$54,310.43

• Service charge paid by ISD = \$10,000







SCHOOLS



Granger ISD

- Playground equipment received in October 2013
- Direct pick-up → donee paid only \$175 service charge
- Original purchase priceover \$10k





SCHOOLS

Texas A&M University



Truck tractor for Veterinary Emergency Team



Airplane tug for Transportation Services





MUSICAL INSTRUMENTS

Fort Worth ISD > Received 62 musical instruments

• Original value = \$199,072.48 / Service charge = \$22,800

Randolph Field ISD

- Since 2009, received 488 items, including 123 musical instruments, technology equipment, lighting, kitchen appliances, medical supplies, tools, and tents.
- Original value = \$394,923.49 / Service charge = \$44,128

Boles ISD

- Received 557 items, including 26 musical instruments, tools, welding equipment, generators, art supplies, office supplies, furniture, and shipping containers.
- Original value = \$433,232.28 / Service charge = \$26,967.15

Alvarado ISD

- Received 55 items, including 39 musical instruments, school supplies, furniture, meal kits, & forklift.
- Original value = \$145,248.95 / Service charge = \$21,004











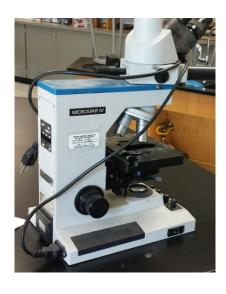




MEDICAL & SCIENTIFIC EQUIPMENT

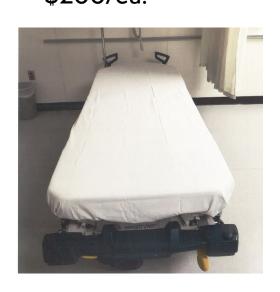
Medina ISD

Microscope OAC= \$5,476.55 Service charge paid = \$150



Seymour Hospital

June 2018, received four Stryker hospital beds OAC=\$5,000/ea. Service charge of only \$200/ea.



Nueces County ESD #4

Zoll Auto Pulse (Automatic CPR Device)
OAC= \$10,256.25
Service charge paid= \$150







FOOD

FEMA Meal Kits

- Nov. 2017 = GSA announced availability of excess FEMA meal kits
- Over 70 organizations submitted requests
- Received over <u>1.4 million</u> meals
- 59 truckloads of meals shipped to Texas





GET THE MOST OUT OF THE FSP PROGRAM

TOP TIPS *

- Keep contact information up-to-date
- Spread the word within your organization to other departments who may be able to utilize the program
- Check your inbox for <u>broadcasts</u> & our <u>website</u> regularly for new property
- Items can be used for parts as well (with prior approval)
- Submit requests to the warehouse closest to you



Contact Us!

Ft. Worth Warehouse - 2826 N. Beach St., Fort Worth, Texas, 78611

- Open Monday-Friday, 8:00AM 5:00 PM (closed 12-1PM for lunch)
- (817) 831-6767 / FortWorth.Surplus@tfc.texas.gov
- Federal Surplus Property. Not open to general public.

San Antonio Warehouse - 2103 Ackerman Rd., San Antonio, TX, 78219

- Open Monday-Friday, 8:00AM 5:00 PM (closed 12-1PM for lunch)
- (210) 661-2381 / SanAntonio.Surplus@tfc.texas.gov
- Federal Surplus Property. Not open to general public.

Austin Store - 6506 Bolm Road, Austin, Texas, 78721

- Open Monday-Friday, 8:00AM 4:30 PM
- (512) 463-1990 / <u>State.surplus@tfc.texas.gov</u>
- State Surplus & Airport Property. Open to public.

The Texas Facilities Commission is in compliance with the Americans with Disabilities Amendments Act (ADA). Please contact us if you need a reasonable accommodation while visiting our warehouse.



