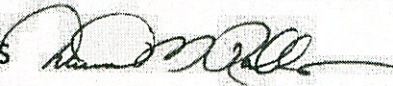




August 4, 2015

MEMORANDUM FOR DIRECTORS, STATE AGENCIES FOR SURPLUS PROPERTY

FROM: DAVID ROBBINS 
DIRECTOR
OFFICE OF PERSONAL PROPERTY MANAGEMENT

SUBJECT: Fair Market Valuation (FMV) for Surplus Property for Single Audit Act Purposes

GSA last conducted a Market Basket study and provided the results to the State Agencies for Surplus Property (SASP), through the National Association for State Agencies for Surplus Property (NASASP), in Fiscal Year 2010. The purpose of the study is to establish a Fair Market Valuation (FMV) for surplus property received by states for purposes related to the Single Audit Act. The result of this study is expressed as percentage of Original Acquisition Cost (OAC). GSA recently conducted a review of data from years 2011 to 2014 and is pleased to provide an updated FMV.

This analysis determined the FMV of Surplus Property as 22.47%. GSA believes this number accurately reflects the value of all property donated. This FMV is not significantly different from the value calculated in 2010 (23.68%).

Under the provisions of the Single Audit Act, the FMV of surplus property is to be applied to yearly receipts of Federal Surplus property of both the State Agency for Surplus Property (SASP) and their individual donees. The FMV described here does not affect existing requirements for inventory control and accountability, donation terms and conditions, compliance and utilization, or any other requirements other than those of the Single Audit Act. In addition, it is not to be used interchangeably with "fair market value" as defined in Title 41 Code of Federal Regulations Part 102-36.40. Finally, as this is based on all donated property, it will no longer be referred to as a "Market Basket" study, but should be known as valuation for the Single Audit Act.

This letter serves to notify SASPs of this review and the resulting FMV. Application of this revised FMV is effective at the beginning of the federal fiscal year 2016, October 1, 2015. If you have any questions, please contact your local GSA Regional Property Division office.