

**1260.0700 COMPLIANCE, USE, AND DISPOSITION.**

Subpart 1. **Field audits.** In order to obtain optimum federal surplus property utilization within Minnesota, obsolete and surplus property liability and utilization procedures have been established for statewide application. In order to ensure the integrity of the statewide property utilization program, donee field audits shall be periodically conducted by the FSP activity of the Materials Management Division. All donees shall cooperate with auditors and all audit requests or be subject to removal from FSP eligibility.

Subp. 2. **Reporting obsolete or surplus property.** When property becomes obsolete or surplus to a donee's needs, it shall be reported to the FSP activity on forms provided by the FSP activity, as required in part 1260.0800, subpart 1.

Subp. 3. **Evaluating obsolete or surplus property.** Property reported as obsolete or surplus by donee on forms provided by the FSP activity shall be evaluated by the federal surplus property utilization and sales coordinator to determine the most feasible means of disposition. If the property is considered to have further utility value within the utilization restriction period, this information shall be circulated to all donees via the Federal Surplus Property Bulletin, published periodically, and made available pursuant to part 1260.0600, subpart 4.

**Statutory Authority:** *MS s 16B.04*

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