City of Troy

# CITY COUNCIL REPORT

January 8, 2007

TO: Phillip L. Nelson, City Manager

FROM: John M. Lamerato, Assistant City Manager/Finance & Administration
Jeanette Bennett, Purchasing Director

SUBJECT: Final Reporting – BidNet On-Line Auction and Mid-Thumb Auctioneering, LLC – October & November 2006

Background:

- Included in the specifications for the auction contract is the ability of our auctioneer to take the City's auction items to other auction locations. Mid-Thumb Auctioneering, LLC suggested using Fell Center – Warehouse at 650 No. Saginaw Street, Pontiac, Michigan. All transportation, reporting, and advertising are included in the auction fee.

- Resolution #2004-02-075 established the auction fee of 5% and provided approval to use BidCorp with the provision that other on-line auction service options would be considered. BidNet moved forward and implemented the on-line surplus auction service for MITN (Michigan Inter-governmental Trade Network), which can be accessed through the City of Troy home web page. MITN is Purchasing's official e-procurement website used for posting bids, tabulations, quotations, and award information. It was a Purchasing goal that one e-procurement site would be operational for all functions.

Financial Considerations:

- In compliance with Resolution #2004-02-075, final reporting is being presented for one (1) Desk Lamp, two (2) Flex Arm Copy Holders, one (1) IBM Typewriter, one (1) GAF Whiteprinter Machine, and one (1) Rolodex Card File, which were auctioned on-line through BidNet, the City's e-procurement website, on November 9, 2006 and closed on November 23, 2006.

- Eleven (11) vehicles were also auctioned through Mid-Thumb Auctions on October 28, 2006.

January 8, 2007

To: Phillip Nelson, City Manager
Re: Final Reporting – BidNet On-Line Auction and Mid-Thumb Auctioneering, LLC – October & November 2006

Financial Considerations: - continued

Final sale amounts and fees are listed below:

| DESCRIPTION | PROCEEDS | SUB-TOTAL | NET INCOME |
|---|---|---|---|
| 1 Lamp, 1 Typewriter, 1 GAF Whiteprinter, etc. | 115.75 | | |
| 11 Vehicles and Misc. | 55,969.00 | | |
| **SUB-TOTAL:** | | **$56,084.75** | |
| | **FEES:** | | |
| 6% on Vehicles & Misc. Items | (3,358.14) | | |
| 5% (Computer, typewriters, & Workstations) & Fee | (5.79) | | |
| | | | |
| **SUB-TOTAL:** | | **($3,363.93)** | |
| Sales Tax - +6% (Computers & Workstations): | 6.95 | | |
| Sales Tax (None on Vehicles): | 0.00 | | |
| **SUB-TOTAL:** | | **$ 6.95** | |
| | | | **$52,727.77** |

Legal Considerations:

- Farmington Hills, Michigan was the lead agency for the bid process for an on-line auction website. Resolution #2004-02-075.

Policy Considerations:

- All bidders were given the opportunity to respond with their level of interest in the on-line auction and regular auction for the City of Troy. (Goal 1).

Options:

- To report final results of October & November 2006 Auctions to the City management.

- No action required

# *VEHICLE AUCTION REPORT*

| *NUMBER* | *MAKE* | *MODEL* | *YEAR* | *AUCTION FEE* | *AUCTION PRICE* |
|---|---|---|---|---|---|
| 214 | DODGE | DAKOTA/P-U/EXT | 98 | $198.00 | $3,300.00 |
| 234 | DODGE/2500 | DODGE PICKUP4X4 | 99 | $444.00 | $7,400.00 |
| 235 | DODGE/2500 | DODGE PICKUP4X4 | 99 | $405.00 | $6,750.00 |
| 288 | GMC/2500 | PICKUP W/ PLOW | 95 | $270.00 | $4,500.00 |
| 408 | GMC/C-CAB | 2YD.DUMP 3500HD | 95 | $294.00 | $4,900.00 |
| 409 | GMC/C-CAB | 2YD.DUMP 3500HD | 95 | $270.00 | $4,500.00 |
| 807 | DODGE | RAM\W\EXT-CAB | 01 | $270.00 | $4,500.00 |
| 808 | DODGE\RAM | RAM\W\EXT-CAB | 01 | $279.00 | $4,650.00 |
| 890 | FORD | EXPLORER\4DR\4X | 99 | $228.00 | $3,800.00 |
| 924 | FORD | FORD CROWN VIC | 00 | $168.00 | $2,800.00 |
| 951 | CHEVY | TAHOE 4WD 4DR | 02 | $522.00 | $8,700.00 |
| | | | **TOTALS** | **$3,348.00** | **$55,800.00** |

**Vehicles sold at Mid-Thumb Auctioneering Service on 10/28/2006**

***FINANCE: PLEASE CREDIT ACCOUNT # 6610.4693.100 GAIN/SALE OF DEPRECIATED FIXED ASSETS***

| | |
|---|---|
| **TOTAL SALE – VEHICLES:** | **$55,800.00** |
| **TOTAL SALE – MISC ITEMS:** | **$ 169.00** |
| **TOTAL SALE:** | **$55,969.00** |
| **AUCTION FEE (6%)** | **$ - 3,358.14** |
| | **$ 52,610.86** |

*Prepared by: Samuel P. Lamerato, Superintendent of Fleet*

Michigan Inter-governmental Trade Network

MITN

| MITN Auctions | National Auctions | Auctions Main Menu | HELP/FAQ | Contact Support | MITN Admin Menu |
|---|---|---|---|---|---|

**Report For The City Of Troy, MI**

**Detailed Report For Seller: ALL**

**Reported On 11/27/2006** **From: 11/1/2006 To: 11/30/2006**

| Item ID | Date | Sale Amount | Tax Collected | Charge | Type of Fee | Auction Description | Seller |
|---|---|---|---|---|---|---|---|
| 1763 | 11/23/2006 | 1.25 | 0.08 | 0.06 | Sale | Desk Lamp | Bockstanz |
| 1764 | 11/23/2006 | 5.00 | 0.30 | 0.25 | Sale | Flex Arm Copy Holders (Fellowes) | Bockstanz |
| 1765 | 11/23/2006 | 8.50 | 0.51 | 0.43 | Sale | Typewriter - Wheelwriter | Bockstanz |
| 1762 | 11/23/2006 | 100.00 | 6.00 | 5.00 | Sale | GAF Whiteprinter Machine | Bockstanz |
| 1766 | 11/23/2006 | 1.00 | 0.06 | 0.05 | Sale | Med. Rolodex Card File | Bockstanz |

| Total Sales Amount | Total Tax Collected | Total Amount Charged | Total Payments | Total Balance Due for the selected date range | Total Balance Due |
|---|---|---|---|---|---|
| 115.75 | 6.95 | 5.79 | $0.00 | 5.79 | 5.79 |

Return to Reports Menu