

July 27, 2005

J-02d

TO: John Szerlag, City Manager

FROM: John M. Lamerato, Assistant City Manager/Finance & Administration
Brian P. Murphy, Assistant City Manager \ Services
Timothy L. Richnak, Public Works Director
Charles Craft, Police Chief
Jeanette Bennett, Purchasing Director

SUBJECT: **Agenda Item** –Auction (Off Site & On-line)– Vehicle Sale in Port Huron, Michigan and an On-Line Auction for a Diamond Bracelet on BidNet.

SUMMARY

In compliance with Resolution #2002-12-644-E-9 which requires that final auction reporting be submitted to City Council, miscellaneous Motor Pool vehicles were taken by the awarded City auctioneer, Mid-Thumb Auctioneering Service, LLC, to an auction held at Don's American Towing, 2547 Connor Street, Port Huron, Michigan. The auction was scheduled for Saturday, June 11, 2005. A list of the vehicles auctioned and the amount received is attached. The contract contains a provision that the auctioneer produces final accounting and the funds settlement within 30 days after the auction takes place. He has met the criteria.

In compliance with Resolution #2004-02-075, final reporting is being presented for (1) one Diamond Bracelet, which was auctioned on-line through BidNet. The on-line auction was placed on July 11, 2005 and closed on July 24, 2005. As a point of information, the bracelet was found at Somerset Mall. It was advertised and auctioned in compliance with the Ordinance: Chapter 3, Sections 1.77 and 1.78 (copy attached). Final sale amount and fees are listed below along with an attachment:

The income from the sales is as follows:

(3) Three Motor Pool Vehicles (6% auction fee)	\$10,250.00
(1) One Diamond Bracelet (LOT #482)	710.00
Sales Tax (plus 6% on winning amount – LOT #482):	42.60
Costs: Auction Fee	
(6% for cleaned Motor Pool vehicles)	(-) 615.00
BidNet Auction Fee (-5% Fee)	(-) 35.50
Net Income	\$10,352.10

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 has been successful at the Port Huron location. All transportation, reporting, and advertising is included in the auction fee.

Resolution #2004-02-075 established the auction fee of 5% and provided approval to use BidNet with the provision that other on-line auction service options would be considered. Bidnet is already implementing an on-line auction service for MITN (Michigan Inter-governmental Trade Network) and is operational with access 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.

JB/lb

G://Bid Award 05-06//Report and Communication – Auction Report – Port Huron 6-05.doc

Chapter 3 - Administrative Service

- 1.77. Return to Finder. After any lost money or lost personal property shall have been in the custody of the Police Department for sixty (60) days and the owner shall not have been found or has abandoned his claim to the property, and there being no claim of ownership pending against such property, the same may be returned by the Police Chief to the finder thereof, if said finder shall have complied with the provisions of this Chapter regarding lost property, in all respects. No employee of the City of Troy shall be eligible to acquire any property right in any lost money or lost personal property by reason of having found any such money or personal property.

(Rev. 5-1-78)

- 1.78. Unclaimed Property. As to any property remaining in the custody of the Police Department as to which there are no claims pending and no finder having any rights therein, the Police Chief shall cause said property, except money, to be sold at public auction, reserving the right to reject any or all bids, or to be sold by a system recommended by the City Manager and approved by resolution of City Council. By written authorization of the City Manager, unclaimed property may be retained by the City for City use. Notice of the time and place of such sale shall be given by publishing notice thereof in a newspaper of general circulation with the City and posted for ten (10) days in three (3) of the most public places in the City. Such notice shall set forth a full description of said property. The Police Chief is hereby authorized to deliver and convey such property to the successful purchaser upon payment of the full purchase price without any warranty or representation as to title and with the understanding that in the event the rightful owner recovers such property in an action at law against such purchaser, that the liability of the City of Troy shall be limited to the amount paid by said purchaser for such property. The proceeds of all such sales and any money which shall have been held for sixty (60) days against which there is no claim pending either by any purported owner or by the finder thereof, shall be paid by the Police Chief to the City Treasurer to the credit of the General Fund. The City of Troy may purchase property at any such sale in the same manner as any other bidder.

(Rev. 2-5-90)

- 1.79. Property to Which Inapplicable. The provisions of this Chapter as to lost property shall not apply to perishable articles which may be sold or destroyed within twelve (12) hours, if unclaimed. This Chapter shall not apply to abandoned vehicles, nor to firearms carried in violation of State Law, nor alcoholic beverages seized by the Department, all of which shall be disposed of in accord with the applicable Statutes. Other dangerous weapons shall be destroyed.

FIRE DEPARTMENT

- 1.91. Department of Fire. The Department of Fire shall be headed by the Fire Chief, who shall be charged with the prevention and extinguishment of fires, the protection of life and property against fire, the removal of fire hazards, the performance of other public services of an emergency nature assigned to it, and the conducting of an educational fire prevention program.

VEHICLE AUCTION REPORT

NUMBER	MAKE	MODEL	YEAR	AUCTION FEE	AUCTION PRICE
150	CHEVROLET	LUMINA 4DR.	93	\$111.00	\$1,850.00
814	JEEP/CHEROKEE	CHEROKEE/4/DR	00	\$276.00	\$4,600.00
880	PT/GRDPRIX4DR/	GRAND PRIX 4DR	98	\$228.00	\$3,800.00
TOTALS				\$615.00	\$10,250.00

FINANCE: PLEASE CREDIT ACCOUNT #6610.4693 GAIN/SALE OF DEPRECIATED FIXED ASSETS

VEHICLES SOLD	10,250.00
AUCTION FEE	<u>-615.00</u>
	9,635.00



**MID-THUMB AUCTIONEERING
SERVICE, L.L.C.**
AUCTION PROCEEDS TRUST ACCOUNT
8769 MORRIS RD.
GOODELLS, MI 48027
PHONE: (810) 325-9595

EXPLANATION	AMOUNT
3 Vehicles Sold at	
Sheriff Sale	

74-497/724

8251

PAY Nine Thousand Six Hundred Thirty Five ⁰⁰/₁₀₀ DOLLARS

CHECK
AMOUNT

DATE	TO THE ORDER OF	DESCRIPTION	CHECK NO.
6-30-05	City of Troy	Net Auction Proceeds	8251

\$ 9635.⁰⁰

JOHN TOMASCHKO



⑈008251⑈ ⑆072404977⑆ 2⑈5480⑈8⑈

SECURITY FEATURES: MICRO PRINT BORDERS • COLLORED BRICK PATTERN • WATERMARK • U.F. FEEDER LINES • INKJET TEXTURE • 10 DATES A COPY

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

Date: 06-11-2005

ST CLAIR CO SHERIFF

MID THUMB AUCTIONEERING SERVICE L. L. C.
8769 MORRIS ROAD
GOODELLS, MI 48027
810-325-9595

Settlement
Seller: 3

CITY OF TROY

Page:

Item	Description	Price	Qty	Total
945	2001 FORD CROWN VIC 4DR VIN 80798 BLUE 70125	*** Not sold *** Auc. fee		
950	1998 PONTIAC GRAND PRIX 4DR VIN 19036 GREY 79831	228. ⁰⁰	1	3,800.00
150	1993 CHEV. LUMINA 4 DR VIN 21589 TAN 31212	111. ⁰⁰	1	1,850.00
814	2000 JEEP CHEROKEE 4DR VIN 71132 GREEN 84382	276. ⁰⁰	1	4,600.00

Items: 4 Amount: 10,250.00

THANK-YOU !!
MID-THUMB AUCTION


Planning an Auction (810) 325-9595
MID-THUMB AUCTIONEERING SERVICE, LLC.
8769 MORRIS RD.
GOODELLS, MI 48027

AUCTION FINAL SETTLEMENT

AUCTION HELD FOR: St. Clair Co. Sheriff

PROPRIETOR OF SALE: City of TROY

LOCATION OF AUCTION: Dow's American Towing Yard
2547 Connor St Port Huron.

DATE AUCTION WAS HELD: Saturday June 11, 2005

TOTAL PROCEEDS OF VEHICLES SOLD ***** \$ 10,250.⁰⁰

TOTAL PROCEEDS OF ALL OTHER ITEMS SOLD ***** \$ —

EXPENSES:

AUCTION FEE ON VEHICLES: 6 % ***** \$ 615.⁰⁰

AUCTION FEE ON ALL OTHER ITEMS: — % ***** \$ —

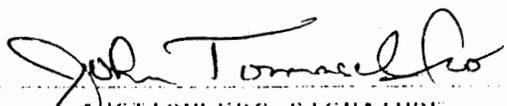
TOTAL EXPENSES \$ 615.⁰⁰

NET PROCEEDS ***** \$ 9,635.⁰⁰

ADVERTISING BREAKDOWN:

<u>Staples Flyers</u>	<u>\$ 167.²⁴</u>	<u>Postage</u>	<u>\$ 185.⁰⁰</u>
<u>Auction Exchange</u>	<u>\$ 275.³⁶</u>	<u>Detroit Newspapers</u>	<u>\$ 474.⁷⁰</u>
<u>Tradin Times</u>	<u>\$ 190.⁰⁰</u>	<u>Wheeler Dealer</u>	<u>\$ 300.⁰⁰</u>
<u>The VOICE</u>	<u>\$ 120.⁰⁰</u>	<u>Shopper Penny Pincher</u>	<u>\$ 260.⁰⁰</u>
<u>Times Herald</u>	<u>\$ 475.⁰⁰</u>	<u>Buyers Guide Smilac</u>	<u>\$ 155.⁰⁰</u>
<u>Carls Septic Port AJW</u>	<u>\$ 65.⁰⁰</u>	TOTAL ADS	\$ 2,667.⁵⁸

PROPRIETOR APPROVAL & RELEASE SIGNATURE: X _____


 AUCTIONEERS SIGNATURE

X _____
 DATE June 30, 05 CHECK# _____


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Report For The City Of Troy, MI

Detailed Report For Seller: Linda Bockstanz

Reported On 7/27/2005

From: 7/1/2005 To: 7/31/2005

Item ID	Date	Sale Amount	Charge	Type of Fee	Auction Description	Seller
482	7/24/2005	710.00	35.50	Sale	Diamond Tennis Bracelet	Bockstanz

Total Sales Amount	Total Amount Charged	Total Payments	Total Balance Due for the selected date range	Total Balance Due
\$710.00	\$35.50	\$0.00	\$35.50	\$35.50

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