



Memorandum

To: Livingston County Board of Commissioners
From: Greg Kellogg, Transportation Director
Date: 09/27/2021
Re: Resolution Authorizing the Purchase of a Leased 2021 Chrysler Voyager from Enterprise Fleet Management for Transfer to MMRMA Insurance - Car Pool

The Car Pool department is requesting authorization to purchase a 2021 Chrysler Voyager leased by the Sheriff's Office Field Services Division from Enterprise Fleet Management that was involved in a flooding incident in August 2021 and declared a total loss by MMRMA Insurance.

The purchase will allow the County to transfer the title of the totaled vehicle to MMRMA for sale at salvage auction, the proceeds of which are used to offset the insurance reimbursement paid to the County.

The purchase price is equal to the current lease payoff amount of \$21,694. Upon purchase and transfer of title to MMRMA the County will receive payment for the vehicle's Actual Cash Value (ACV) of \$30,000.

If the vehicle is not purchased and transferred to MMRMA, the insurance reimbursement will be reduced by the high salvage bid amount of \$6,750 and the County will receive a payment of \$23,250 from MMRMA. The County will be responsible for the lease balance of \$21,694. Enterprise will attempt to sell the vehicle at auction, but is not able to provide an estimated sale amount due to the volatility of the salvage market for flooded vehicles.

Because MMRMA has already secured a salvage bid and the amount is known, I recommend taking the lower-risk option of purchasing the vehicle and transferring the title to MMRMA for sale to the high salvage bidder.

The Bill of Sale to purchase the vehicle is attached. Please contact me with any questions at 517-540-7843.