# Jacquie's Used Cars

A Datascope Example

## Jacquie's Used Cars – Some Background

Let's say that I have several old cars that I no longer need, and I decide to sell them.









## Jacquie's Used Cars - Some Background

I'm happy because I get a really good price for them. I like looking for cars and buying them at a low price and then fixing them up.









## Jacquie's Used Cars – Some Background

So, I decide to start a used car sales business. I call it *Jacquie's Used Cars* and I run it from my home.



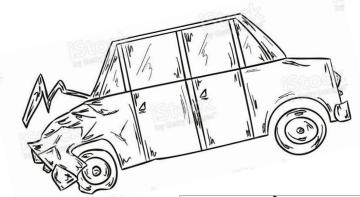


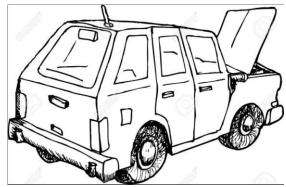


## Jacquie's Used Cars – Some Background

After I sold those first cars, I began looking for other used cars that I could buy and resell. Maybe I had to do some repair work on the body or on the engine. Maybe I just needed to do a thorough cleaning and detail so that they looked really good to a buyer.









## Jacquie's Used Cars - Some Background

I'm happy because I get a really good price for them. I like looking for cars and buying them at a low price and then fixing them up.



















#### Jacquie's Used Cars — Making \$\$

Since my goal is to make money doing this, how can I know how much profit I am getting from each car? Since I work alone and from my home, it's pretty easy:

selling price - car cost = profit

## Jacquie's Used Cars — Making \$\$

Selling price – car cost = profit

What is the cost of the car? That could be a lot of things, but let's just choose 3:

the price I paid + repair cost + cleaning/detail cost = car cost

## Jacquie's Used Cars — Making \$\$

Selling price – car cost = profit

Here's an example: Let's say I buy a used 2006 Honda CRV-EX with 80,000 miles on it for \$3,500 from someone in my neighborhood. I fix the brakes at a cost of \$700 and I do a thorough detail (wash) of the interior and exterior of the car at a cost of \$200. So, I have invested \$4,400 in this car. I sell it for \$7,000.

I make \$2,600 from this car.

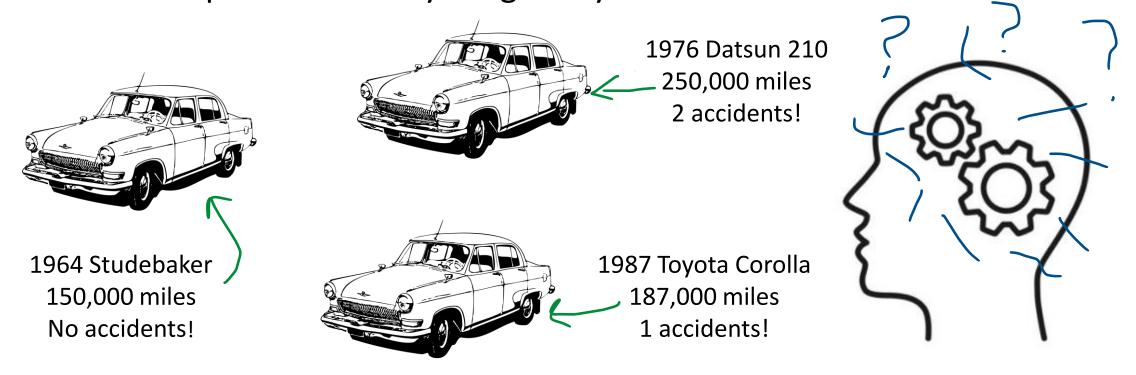
#### Jacquie's Used Cars — Vehicle Information

In addition to keeping track of the cost of the car, I also need to remember all the information about each car:

- what kind of car it is
- how many miles the car has
- how old the car is
- whether it has ever been in an accident
- Other things like that

## Jacquie's Used Cars – Information Overload

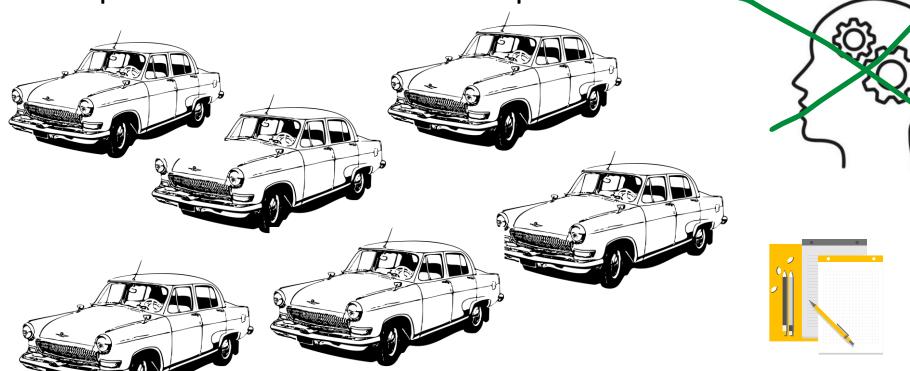
When I first started the business, I only had a couple of cars to sell, so I could keep track of everything in my head.



#### Jacquie's Used Cars – Information Overload

As I deal with more and more cars, it becomes too much to keep in my head, so I have to start keeping track in a different way, so I start using

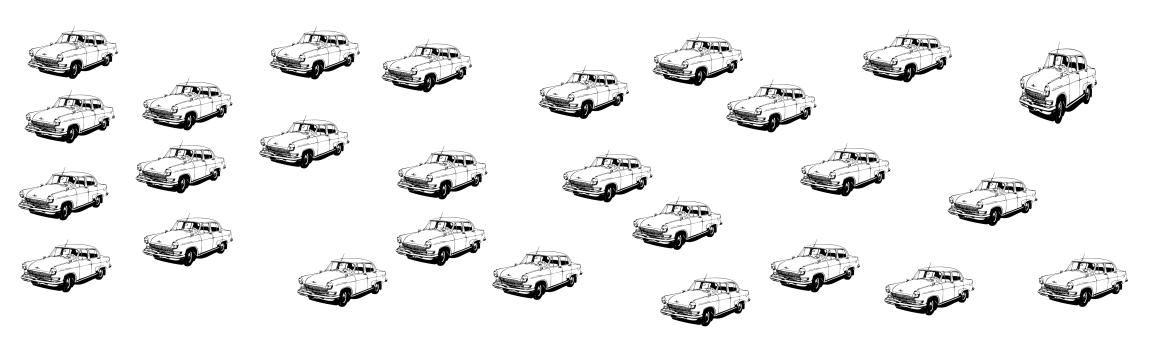
a spiral notebook or an Excel spreadsheet.





#### Jacquie's Used Cars - Information Overload

But business is going really well, and I have a lot of sales and customers call me all the time, wondering if I have a certain car and how much it costs, etc. I am so busy that I need to hire some employees. I need some people to do repairs and the detailing and some sales.



#### Jacquie's Used Cars – Information Overload

- I want to be a good employer, so I want to offer:
  - Benefits after a 6-month probation period
  - Bonuses for every employment anniversary
  - Evaluations every 6 months
- Looking towards the future, I might want to offer:
  - Profit-sharing
  - Discounts on cars

#### Jacquie's Used Cars — I need a database!

For sure now, there is way too much information to keep track of in my head or in a spiral notebook or with an Excel spreadsheet. It is clear that I need a database!







#### Jacquie's Used Cars — I need a database!

Based on the information above, what is the scope of the *Jacquie's Used Cars* database?

- What does Jacquie need to be able to do?
- What will the database need to include to work for her?
- Are there constraints?

Also, can you create a 1-sentence history of Jacquie's Used Cars?

• Don't copy and paste – just put the history into your own words