

# Passenger Fleet Self-Sustaining Cost Center

## Advantages in Renting MSU State Vehicles

- **Personal Vehicle Use Costs More** - MSU costs are less than paying for an employee driving their personal vehicle. IRS standard reimbursement rates is 51¢ per mile if no state owned vehicle is available. A lesser rate of 44¢ is used when a state vehicle is declined or not requested by the employee. No wear & tear on personal vehicles if state vehicle is used.
- **Driver's age minimum lower.** Enterprise is 21 yrs. or older vs. MSU's 18 years or older.
- **Convenience** - state vehicles on campus; personal vehicle left in secured area; heating hookup.
- **Liability higher** if personal vehicle used while on state business - affects driver's personal insurance. In general, damage to state vehicle covered by state.
- **Unlimited miles and no gas chargeback** to departments. Use of Enterprise requires use of personal funds for fuel which then have to be reimbursed by departments.

**2008-09  
Actuals  
(1)**

**2009-10  
Actuals  
(2)**

**2010-11  
Actuals as  
of 7/30/11  
(4)**

**2011-12  
Budget  
(5)**

**Prior Year Carry Forward Cash Balance**      (\$22,983)      (\$2,516)      (\$7,203)      0

### Finance Plan

Passenger Fleet Vehicle Rental Income	271,359	277,518	\$277,200	235,000
MSU Processed Enterprise Rental-A-Car Chargebacks to Departments	1,581	5,222	9,600	4,000
Auction of Used Large Vans and Sedans (includes transfer of some Passenger Fleet units to the Maintenance Fleet).	3,575		32,731	25,000
Misc. & Insurance Recovery Income beyond \$500 deductible.	12,699			
Central Operating Supplement in Lieu of 36% FY'11 Rate Increase			92,047	
<b>Fiscal Year Income Subtotal</b>	<b>\$289,214</b>	<b>\$282,740</b>	<b>\$411,578</b>	<b>\$264,000</b>

### Fixed Costs

Salaries & Fringes	\$114,909	\$116,683	\$114,321	\$110,000
Student Payroll	11,509	12,862	2,313	2,000
Insurance and any Rebates	17,113	12,518	10,160	14,000
Supplies and Parts	23,782	24,429	19,004	20,000
"Net" Body Work (after insurance payment offsets)	8,471	7,065	(1,666)	8,500
Overload Contract with Enterprise Rent-A-Car	2,054	5,643	8,273	4,000
Miscellaneous (hazardous waste materials disposal, etc.).	4,069	1,420	1,583	1,300
<b>Fixed Costs Subtotal</b>	<b>\$181,907</b>	<b>\$180,620</b>	<b>\$153,988</b>	<b>\$159,800</b>

### Variable Costs

Contingency			0	5,000
Gasoline ( Plan for FY' 12: 24,750 gallons x \$4.00 each = \$99,000.)	86,840	87,171	113,824	99,000
Vehicle Replacement	0	24,871	112,736	
<b>Variable Costs Subtotal</b>	<b>\$86,840</b>	<b>\$112,042</b>	<b>\$226,560</b>	<b>104,000</b>

**Self-Sustaining Cost Center Expenditure Totals**      **\$268,747**      **\$292,662**      **\$380,548**      **\$263,800**  
**Passenger Fleet June 30 Net Operating**      **(\$2,516)**      **(\$12,438)**      **\$23,827**      **\$200**

# of Vehicles FY'11 v. FY'12	MSU Passenger Fleet	2010-11	2011-12
		Daily Rate Charge	Proposed Daily Charge
19 v. 16	Sedans	\$42	\$42
14 v. 13	Mini-Vans	\$68	\$68
3 v. 1	12 Passenger Large Vans	\$90	\$90
36 v. 30	\$42 Sedan    \$68 Mini    \$90 Large	2010-11:	0% Increase

