

Passenger Fleet Self-Sustaining Cost Center - 216043

Advantages in Renting State Vehicles	2005-06 Actuals (1)	2006-07 Actuals (2)	2007-08 Actuals (3)	2008-09 Actuals (4)	2009-10 Revised Budget				
					2009-10 Budget 4/16/09 Endorsed (5)	Pending Past Receipts and Encum- brances (6)	Less Actuals as of 8/10/09 (7)	Balance (8)	
<p>* Reduced costs for departments vs. paying for employees driving their personal vehicle. Now 55c per mile if no State vehicle is available; 48c dept. cost if employee uses personal vehicle when state vehicle is available.</p> <p>* On-line reservation capability; state vehicles are on campus; personal vehicle left in secured area; stalls have heating block hookup.</p> <p>* No wear & tear on personal vehicles if state vehicle is used.</p> <p>* Physical damage on personal vehicle while on state business affects driver's personal insurance. In general damage to state vehicle covered.</p> <p>* Unlimited miles and no gas chargeback to departments. Use of Enterprise Rent-A-Car requires use of personal funds for fuel which then have to be reimbursed by departments.</p>									
Prior Year Carry Forward Cash Balance	(\$24,444)	(\$51,798)	(\$43,644)	(\$22,983)	(\$2,516)		(\$22,981)	\$0	
Finance Plan									
Passenger Fleet Vehicle Rental Income	311,241	382,810	319,977	276,515	345,000		206,725	138,275	
Misc. & Insurance Recovery Income beyond \$500 deductible.	33,503	17,520	21,940	12,699	10,000		1,027	8,973	
<i>Fiscal Year Income Subtotal</i>	\$344,744	\$400,330	\$341,917	\$289,214	\$355,000		\$207,752	\$147,248	
Fixed Costs									
Salaries & Fringes	\$73,802	\$95,506	\$104,068	\$114,909	\$109,500	\$102,417	\$6,209	\$874	
Student Payroll	19,439	12,896	15,660	11,509	12,000	0	828	11,172	
Insurance	12,914	56,809	17,586	17,113	17,500	0	0	17,500	
Insurance Dividend Rebate	0	0	(4,815)	0	0	0	0	0	
Supplies and Parts	24,043	26,768	29,759	23,782	30,000	400	2,966	26,634	
"Net" Body Work (after insurance payment offsets)	20,108	26,091	26,552	8,471	27,000	13,900	0	13,100	
Overload Contract with Enterprise Rent-A-Car	11,510	6,137	8,724	2,054	8,000	6,000	0	2,000	
Environmental Safety and Hazardous Waste Disposal	475	717	522	544	1,300	1,300	0	0	
Miscellaneous	1,152	1,510	1,098	1,666	2,200	0	60	2,140	
<i>Fixed Costs Subtotal</i>	163,443	226,434	\$199,154	\$180,048	\$207,500	\$124,017	\$10,063	\$73,420	
Variable Costs									
Gasoline (April Plan for FY' 10: 42,500 gallons x \$2.50 = \$106,250).	83,672	109,585	122,086	86,840	106,250	0	607	105,643	
Vehicle Replacement	116,970	51,879	0	0	16,400	0	21,615	(5,215)	
Vehicle Licensing, Registration, Titles, Risk Mgmt. Fee	8,013	4,328	16	1,859	1,040	0	1,455	(415)	
<i>Variable Costs Subtotal</i>	\$208,655	\$165,792	\$122,102	\$88,699	\$123,690	\$0	\$23,677	\$100,013	
Self-Sustaining Cost Center Expenditure Totals	\$372,098	\$392,226	\$321,256	\$268,747	\$331,190	\$124,017	\$33,740	\$173,433	
12 Operating Year Result (without carryforward)	(27,354)	8,104	20,661	20,467	\$23,810		\$174,012		
Passenger Fleet June 30 Net Operating	(\$51,798)	(\$43,694)	(\$22,983)	(\$2,516)	\$21,294		\$151,031		

# of Vehicles	MSU Passenger Fleet	2009-10		2009-10 Estimated Totals
		Revised Daily Rate Charge	Receipt Estimates	
26	Sedans	\$42	\$150,400	↓
11	Mini-Vans	\$68	92,800	
5	12 Passenger Large Vans	\$90	76,800	
42	\$42 Sedan \$68 Mini \$90 Large	Proposed 2009-10:	\$320,000	\$345,000
	\$35 Sedan \$58 Mini \$77 Large	2008-09:	\$259,711	\$283,711
	Difference		\$60,289	\$61,289

Sample 180m Trip with new rates:

Enterprise	67.96 Sedan	96.97 Mini	None
Lager's	58.70 Sedan	72.99 Mini	None
MSU	42.00 Sedan	68.00 Mini	90.00

Sample Conclusion: Even if proposed FY'10 rates in effect, MSU still best value.

Accumulative Shortfall reflects over \$44,000 in additional insurance premium costs up to a new level of \$56,809 along with \$26,000 gas hike.

Accumulative Shortfall reflects reduction in carry-forward thanks in part to insurance charge savings offset by a \$12,500 hike in gas outlays and a decline in reservations.

Accumulative Shortfall far less than prior years and reflects decline in gasoline prices during 2008-09. Income off substantially reflecting decline in use due in part to out-of-state travel restrictions imposed by the Governor and MnSCU.

2009-10 Vehicle Replacements and Sales

\$21,615 One 12 Passenger Replacement Van for "totaled" #306 (no injuries).

(6,516) 2009 Summer sealed bid receipts: 2003 mini-van, 2000 Impala, and 1978 Flatbed.

(5,100) 2010 Summer sealed bid: \$5,100 12 passenger unit 305.

\$15,384 FY'10 Liability Against Passenger Fleet Operating