FOR ACTION: Resolution to Designate a Portion of the Transportation Contracts as an Expenditure Payable from the Bus Replacement Fund

Recommendation

The administration recommends approval of the following resolution:

RESOLUTION

WHEREAS the cost of bus fuel has increased an average of over 30% per year during the past four years,

WHEREAS revenues in the Transportation Operating Fund have increased between 4% and 5% per year during that same period of time,

AND WHEREAS contract bus drivers must purchase the buses they use to transport MCCSC students and a portion of the payments made by the MCCSC to contract bus drivers are attributable to the cost of those buses,

NOW THEREFORE BE IT RESOLVED, in accordance with the attached schedule, the Board of Trustees of the Monroe County Community School Corporation hereby designates $122,650 of the annual payments to contract bus drivers to be charged as an expense in the School Bus Replacement Fund.

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Attest:          Board Secretary

Please see “Background Information” on the following page.
Background Information:
The substantial increase in the cost of bus fuel and the modest increase in revenues for the Transportation Operating Fund have made it very difficult to meet the expenses that have traditionally been charged to the Transportation Operating Fund. State statutes permit the Board to adopt a resolution designating a portion of the payments to contract bus drivers as an expense to be charged to the School Bus Replacement Fund. This calculation is based upon the annual fair market lease value of the bus. The attached schedule provides a summary of the calculation.