

TO: Bill Hanson

FROM: Mike Johnson  
Transportation Manager

RE: Voyageur Bus Company Contract

DATE: November 2, 2016

The current contract with the Voyageur Bus Company for the Transportation of students calls for a CPI adjustment each year after the base year – 2014.15. Under the current contract the district has the right to renew and negotiate additional one-year terms. We have negotiated with the Voyageur Bus Company and have reached a tentative agreement subject to approval.

Current contract language bases an increase in the contract rate on the CPI-Minneapolis/St. Paul - All Items Less Fuel. The CPI increase for the 1<sup>st</sup> half of 2016 over the 1<sup>st</sup> half of 2015 was 2.3%. I recommend approval of this increase for the 2016.17 school year.

The contract also allows for CPI increases in future years. I recommend approval of the CPI adjustment, rate to be determined after 1<sup>st</sup> half 2017, for school year 2017.18.

Cc Michael Krois, Voyageur Bus Company