

Parkrose School District #3

Agenda Item #_____

SUBMITTED BY: MARY LARSON	(✓)	DATE 1/27/14
APPROVED BY:		
Building Administrator	()	
Superintendent Karen Gray	(X)	1/27/14
Director of Business Services Mary Larson	(X)	1/27/14

TOPIC: RESOLUTION TO APPROVE TRANSPORTATION COST ANALYSIS

PURPOSE OF AGENDA ITEM: [Why are you asking for Board review]: Cost Analysis

Information _____ Policy Change _____ Action/Approval X Presentation/Special Request _____

BACKGROUND: Attachments: Y X N _____ **LIST: COST ANALYSIS**

RATIONALE/DISCUSSION:

The question has been asked by community and Parkrose School District Board of Education to research any areas of efficiencies and effective practices. Specifically, during budget discussions in the spring of 2013 was the request for research conducted for any efficiencies of support programs. The Board of Education had directed staff to compare the differences between a self-operated transportation system and a contracted service.

OSEA was notified of this topic and the desire for bargaining began. Bargaining has concluded with recommendations and requests as part of a Request for Proposal that has been released. During this time of bargaining the District has completed a required Cost Analysis that is presented to the Board of Education. This Cost Analysis was initially prepared by John Fairchild who is a recognized specialist and consultant with his expertise with K-12 transportation.

FINANCIAL IMPLICATIONS:

The attached Cost Analysis compares the transportation costs for a self-operated system to a contracted service. These numbers are based on the 2013-14 adopted budget and the District’s estimate of a contractor’s cost. Included with the contractor’s cost is an amount that is identified as “profit”. With these calculations is an estimate that there is a savings in personnel costs and savings excluding personnel costs. This is a required step in the process under ORS 279B.033 and OAR 137-047-0250. A Request for Proposal has been released to qualified companies. Proposals have been received and are being evaluated. A staff recommendation will be made for action at the February 24th business meeting to either accept or reject a proposal for K-12 transportation conversion. If the recommendation is made to accept one of the proposals, the conversion would be effective July 1, 2014.

ACTION REQUESTED:

Be it resolved that the Parkrose School District Board of Directors hereby accepts the Transportation Cost Analysis as presented.