

City of Carson Fixed Costs

Vehicle Leases	Month to month recurring costs per signed agreement	\$ 21,552.00	MV secured 6 buses per the RFP specifications to run the service requested. These buses were leased and the lease cost was part of our variable rate per hour. When the buses are not in operation, we still must pay the lease expense without any revenue to cover the costs.
Vehicle Licenses	Monthly amortization of annual vehicle licenses	\$ 1,231.00	MV pays an annual fee per bus to register and license the buses. This cost is paid up front and then charged to the contract in monthly installments.
Radio Frequency fees	Monthly expense per contract	\$ 587.00	Monthly fees for communication between base and bus operators per vendor contract.
Vehicle Depreciation	Monthly depreciation of purchased vehicles	\$ 1,646.00	Additional vehicle to operate service. Vehicle is owned by MV, put into service December of 2014 and has a 7 year useful life. This is the monthly depreciation based on the 7 year useful life.
Performance Bond	Monthly amortization of annual bond purchase required by contract	\$ 171.00	Bond required by RFP for operating service. Bond is paid in advance and charged to the contract on a monthly basis.
Rent	Monthly expense for parking vehicles per rental agreement	\$ 2,700.00	Monthly rent per rental agreement to park the vehicles at 21119 Wilmington Avenue, Long Beach, California.
Telephone & Internet	Monthly charge and long distance for phone service	\$ 451.00	Vendor monthly fee to maintain an open line of communication for the public to inquire about bus operations.
Working capital interest	Interest expense on funds needed to purchase capital items	\$ 293.00	Interest charged to operating contracts for the cash advances to pay expenses such as vehicle lease, telephone, rent, performance bonds.
General Insurance	Annual insurance policy covering general liability for contract	\$ 420.00	Allocated portion to individual contracts for general insurance. This is insurance other than auto and work comp.

\$ 29,051.00