President Saunders Continues to Squander Student and Taxpayer Money on Her Airplane

PART 3

<u>www.usmnews.net</u> recently received another set of documents related to President Saunders' airplane, N777AQ, through Mississippi Open Records Act (MORA) requests. MORA documents, USM's own records, provide verification of misrepresentations made by President Saunders and Provost Lyman about N777AQ.

We now have two years of **actual** costs of N777AQ. Although the airplane is owned by the University of Southern Mississippi Foundation, all costs are paid by University of Southern Mississippi. That is, taxpayers and USM students pay all costs of President Saunders' airplane.

See <u>PART 1</u> to access documents acquired through MORA requests. With these records, you can verify **actual** costs of N777AQ. As reported in PART 1, **actual** cost per flight hour is **\$5,971.11.** (Please note that when the **\$907,053.85 balloon payment**, which is due at the end of the five year lease, is amortized over the five years of the purchase/lease, the cost per flight hour is **\$8,910.28**.)

The third report in this series follows:

September 15, 2010

Pilots Allen and Price flew N777AQ round trip to Atlanta, GA. According to USM's "Interdepartmental Invoice" the passengers were Dr. Saunders and her husband, Joe Bailey. According to USM's pilots' "King Air N777AQ Trip Log", the passengers were M. Saunders, Joe Bailey, and "return" trip included Jay Dean and Mary A. Kyle.

Actual flight hours were 2.9. Applying Saunders' inaccurate **estimate** of \$800 per flight hour, USM charged \$2,320 to the President's Office. As shown in her own actual detailed cost records, President Saunders is either incompetent or disingenuous to represent that cost per flight hour is \$800 and this flight as costing \$2,320. The **actual cost** to Mississippi taxpayers and USM students to fly N777AQ was 2.9 **actual** flight hours times **\$5,971.11 actual cost** per flight hour, **\$17,316.22.** (Please note that when the **\$907,053.85 balloon payment**, which is due at the end of the five year lease, is amortized over the five years of the purchase/lease, the cost per flight hour is **\$8,910.28**.)

The purpose of the flight as reported in USM's "Interdepartmental Invoice" was to "attend play written & produced by prominent Alum."

The "prominent Alum" was not named.

A unanswered question that should be answered: USM officials represented that their estimated cost of \$800 per flight hour might be slightly more expensive than commercial rates. They have not corrected this material misinformation. The difference between the minimum actual cost per flight hour of **\$5,971.11** and the estimated cost per flight hour of \$800 is material by any measure. A question to consider is, when does incompetence become fraud?

The question is well worth asking again: When does incompetence become fraud?