

QUESTION:
WHAT SHOULD A TRIP FROM HATTIESBURG, MS
TO OXFORD, MS COST?

For those of you commencing your readership of the series with this report, you may wish to read the introductory materials in the initial report [What Does A Trip From Hattiesburg, MS, To Gulfport, MS Cost?](#) That report provides background information concerning the actual costs for the past 17 months of an airplane N777AQ leased by President Saunders for 60 months.

USM has identified a total actual cost of \$591,231.71 for 30 round trips during the past 17 months of operations. Based on USM's numbers, the actual cost per round trip is \$19,707.72 (total actual costs divided by number of trips). Alternatively, USM reports a total of 114 passengers over the 17 month period. The cost per passenger round trip flight would be \$5,186.24 (total actual cost divided by the number of passengers).

To Oxford, MS And Back

On April 9, 2010, President Saunders, Ed Blakesley, Robin Robinson, C.D. Smith, and Wade Jones flew round trip from Hattiesburg, MS, to Oxford, MS on airplane N777AQ. The Interdepartmental Invoice shows the flight charged to the "President's Office." The flight time was 2.0 hours. The stated purpose was to "attend the inauguration of Ole Miss Chancellor Dan Jones.

See, Interdepartmental Invoice inserted below:

JOURNAL DATE: _____

Given the actual costs provided for President Saunders' plane, you can view the cost of the trip from a couple of perspectives.

At an average cost per flight, the trip cost **\$19,707.72**, i.e., \$591,231.71 actual total cost/30 actual trips over the 17 months period.

At a cost per passenger trip flight, the trip was **\$25,931.20**, i.e., (\$591,231.71 actual total cost/114 passengers = \$5,186.24 x 5 passenger)

How did USM arrive at \$1,600.00 for the flight? We are provided no guidance. Therefore, we use actual costs incurred by USM over an extended period of 17 months. Whatever costs USM is using to calculate the \$1,600.00 number, they are not using actual costs. [If USM is using a budgeted usage rate, it is a wildly inaccurate estimation of the actual costs and should be corrected to reflect the true usage and cost of the airplane.] We challenge USM to explain in detail why its cost allocation is accurate. Dr. Saunders will need to begin with the actual costs contained in University records.

We all know that costs of higher education are skyrocketing. Is anyone in authority holding administrators accountable? IHL members blessed the purchase of the plane. IHL members are enjoying the use of the plane (see the above list of passengers and past and future reports in this series.) So, do not expect the IHL to hold President Saunders accountable for this extravagant expenditure of taxpayer and student money. A corollary is to expect costs of higher education to continue to unnecessarily increase.

Stay tuned to usmnews.net for cost analyses of the remaining 24 flights aboard President Saunders' plane.