**Vehicle Useful Life and Disposition Guidelines**

**Vehicle Useful Life Guidelines:**

|  |
| --- |
| **Missouri Department of Transportation - Transit**  |
|  |  |
| **Vehicle Use and Disposition (all programs)** |
|   |   |
| Vans - straight, modified, sedans, lowered floor and other vehicles (minivan) | 4 years or 100,000 miles |
|   |   |
| 25' - 35' Light duty transit bus, cutaways - body on van chassis | 5 years or 150,000 miles |
|   |   |
| 30' Medium duty transit bus  | 7 years or 200,000 miles  |
|   |   |
| 30' Heavy duty transit bus  | 10 years or 350,000 miles  |
|   |   |
| 35' - 40' Heavy duty bus and transit buses | 12 years or 500,000 miles |

**Disposition Procedure:**

A recipient may dispose of a vehicle in either of two ways:

 **1.**      A vehicle may be sold outright to a third party through a variety of approved processes. These include advertised sealed bids, auto auction or the average of three competitive appraisals.

**2.** A vehicle may be sold by the recipient to itself (buy back option of the federal interest). In this case, the implicit price to be paid will be the average fair market value (FMV) of the vehicle as specified in the most recent National Automobile Dealers Association (NADA) Official Used Car Guide or the Bus Blue Book Guide, approved by MoDOT.

**Division of Disposition Proceeds:**

 **1.**      If a vehicle is sold outright to a third party (advertised bids, auto auction, etc.), the recipient may retain 20% of the **sale** price plus $225 for administration fees. The balance must be paid to MoDOT – Transit within 10 working days.

 **2.**      If a recipient sells a vehicle to itself (the buyback option), the recipient must pay 80% of the average FMV as describe above (excluding the $225) to MoDOT within 10 working days.

**All disposition requests must be closed within ninety (90) days.**