

Appendix 10(b)

Concessionary Fares – Options for Achieving the £150,000 Budget Saving for 2004/2005 Assuming the Removal of the Existing Three Band Values on Tokens and Replacing with One Single Value

The following is an estimate of the total cost and savings based on a single Token value of either £28.00 or £30.00. The potential increase in the cost of Half Fare Bus Passes has also been considered, assuming that between 20% and 30% of recipients of Band (B) and (C) Tokens choose to change schemes:

<u>Number of Residents</u>		<u>Estimated Cost of Provision</u>	<u>Estimated Saving Against Cost of Current Scheme</u>
Model 1. (20% transfer to Bus Passes):			
Tokens (A)	£28.00 17,744	£496,832	
Half Fare Bus Pass	3,389	£149,041	
	<u> 21,133</u>	<u>£645,873</u>	-£193,657
Model 2. (20% transfer to Bus Passes + increase in Token value):			
(A) + 7.14%	£30.00 17,744	£532,320	
Half Fare Bus Pass	3,389	£149,041	
	<u> 21,133</u>	<u>£681,361</u>	-£158,169
Model 3. (25% transfer to Bus Passes):			
Tokens (A)	£28.00 17,397	£487,116	
Half Fare Bus Pass	3,736	£164,301	
	<u> 21,133</u>	<u>£651,417</u>	-£188,113
Model 4. (25% transfer to Bus Passes + increase in Token value):			
(A) + 7.14%-	£30.00 17,397	£521,910	
Half Fare Bus Pass	3,736	£164,301	
	<u> 21,133</u>	<u>£686,211</u>	-£153,319
Model 5. (30% transfer to Bus Passes):			
Tokens (A)	£28.00 17,050	£477,400	
Half Fare Bus Pass	4,083	£179,561	
	<u> 21,133</u>	<u>£656,961</u>	-£182,569
Model 6. (30% transfer to Bus Passes + increase in Token value):			
(A) + 7.14%	£30.00 17,050	£511,500	
Half Fare Bus Passes	4,083	£179,651	
	<u> 21,133</u>	<u>£691,151</u>	-£148,379