

Melton Borough Council
-4 OCT 2013

MMTDA

MELTON MOWBRAY TAXI DRIVERS ASSOCIATION

78 Salisbury Avenue, Melton Mowbray, LE13 !QX
Tel: 07951 160119

Elaine Holdsworth
Melton Borough Council
Parkside
Station Approach
Melton Mowbray
Leics
LE13 1GH
October 3, 2013

Dear Elaine,
Following a recent meeting of drivers we would like to request a fare review.
The following is the changes that we would like to propose and an explanation sheet is enclosed to help explain the proposal. We would like this change, if approved, to come into force on April 1st 2014 to coincide with the proposed 25% increase in the council license fees.

Current fares are,

	Flagfall	per mile
Rate 1, £2.50		£1.40
Rate 2 £3.00		£1.83
Rate 3 £4.00		£2.10
Rate 4 £5.00		£2.80

The proposal will be for the following.

	Flagfall	Per mile
Rate 1 £2.50		£1.60
Rate 2 £3.00		£2.00
Rate 3 £4.00		£2.40
Rate 4 £5.00		£3.20

There has also been a request made for the council to consider a new rate 5 for vehicles carrying 5 or more passengers on public holidays.
The figures have been calculated using data supplied by the AA regarding the running costs of a vehicle and income figures supplied by the office for national statistics.
Regards,

CALCULATION FOR HACKNEY FARES 2014

A	living wage (40 hr week on days)	18500.00		
B	running cost per mile	0.43		based on diesel price 143.9 as at 12/09/2013
C	additional cost for H&R insurance	600.00		
D	hackney license + drivers licence	304.00		as at 01/04/2014
E	new meters where required	200.00		due to obsolete meters that can't be re-calibrated
F	annual mileage	30000.00		
G	dead mileage	10000.00		
	Annual salary	18500.00	1	
B X F	annual running cost	12900.00	2	
1+2+D+E	total running cost	31904.00	3	
3/ (F-G)	cost per mile	1.60		
		flagfall	per mile	
tariff 1	tariff	2.50	1.60	
tariff 2	tariff + 25%	3.00	2.00	
tariff 3	tariff + 50%	4.00	2.40	
tariff 4	tariff + 100%	5.00	3.20	
B includes road tax, basic insurance, cost of capital, depreciation, breakdown cover, fuel, tyres, service labour costs, replacement parts.				Source of information is the AA