

Proposals for changes to fares regulation

Bidder and proposal number	
----------------------------	--

Brief summary of proposal	
---------------------------	--

<p>Authority objective(s) to be addressed. <i>Include a description of how objective(s) have been met and the geographical limits of the proposal</i></p>

<p>Proposals for changes to fares regulation. <i>Include proposals for the use of flex and any changes required to the composition of the fares baskets.</i></p>																																																												
<p>We have included an illustration of an outline table which could be used for this purpose. Impact on fares baskets can be illustrated for aggregate change, but annual fares flex and transition will need to be agreed.</p>																																																												
<table border="1"> <thead> <tr> <th>Geography</th> <th>Ticket Type</th> <th>Weight</th> <th>Existing fare</th> <th>New fare</th> <th>Real fare change</th> </tr> </thead> <tbody> <tr> <td>A</td> <td>SDR</td> <td>10%</td> <td></td> <td></td> <td>0.0%</td> </tr> <tr> <td>B</td> <td>SDR</td> <td>20%</td> <td></td> <td></td> <td>0.0%</td> </tr> <tr> <td>C</td> <td>SDR</td> <td>20%</td> <td></td> <td></td> <td>0.0%</td> </tr> <tr> <td>D</td> <td>SDR</td> <td>10%</td> <td></td> <td></td> <td>0.0%</td> </tr> <tr> <td>E</td> <td>SDR</td> <td>7%</td> <td></td> <td></td> <td>-2.5%</td> </tr> <tr> <td>F</td> <td>SDR</td> <td>3%</td> <td></td> <td></td> <td>5.3%</td> </tr> <tr> <td>All other flows</td> <td>SDR</td> <td>5%</td> <td></td> <td></td> <td>0.0%</td> </tr> <tr> <td>All flows</td> <td>7DS</td> <td>25%</td> <td></td> <td></td> <td>0.0%</td> </tr> <tr> <td>Total</td> <td></td> <td></td> <td></td> <td></td> <td>0.0%</td> </tr> </tbody> </table>	Geography	Ticket Type	Weight	Existing fare	New fare	Real fare change	A	SDR	10%			0.0%	B	SDR	20%			0.0%	C	SDR	20%			0.0%	D	SDR	10%			0.0%	E	SDR	7%			-2.5%	F	SDR	3%			5.3%	All other flows	SDR	5%			0.0%	All flows	7DS	25%			0.0%	Total					0.0%
Geography	Ticket Type	Weight	Existing fare	New fare	Real fare change																																																							
A	SDR	10%			0.0%																																																							
B	SDR	20%			0.0%																																																							
C	SDR	20%			0.0%																																																							
D	SDR	10%			0.0%																																																							
E	SDR	7%			-2.5%																																																							
F	SDR	3%			5.3%																																																							
All other flows	SDR	5%			0.0%																																																							
All flows	7DS	25%			0.0%																																																							
Total					0.0%																																																							

Proposals for changes to fares regulation

--

Positive impacts.

Description of 'winner' flows, which benefit compared to a no-flex proposal. Outline numerical description of potential revenue benefit and wider benefits.

e.g. a comparison with alternative solutions to achieve the same objectives, such as higher subsidy from the Authority.

Downside risk

Description of worst case 'loser' flows and potential risks to meeting objectives

Authority outcome	
-------------------	--