

**CITY COUNCIL**  
Meeting Date: April 18, 2006

**DATE OF PREPARATION:** April 12, 2006  
**TO:** CITY MANAGER  
**FROM:** DIRECTOR OF PUBLIC WORKS  
**SUBJECT:** DIAL-A-RIDE RATE INCREASE

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**BACKGROUND:**

Our Dial-A-Ride fees are .75 cents for children, disabled and seniors and \$1.25 for the general public.

With the rising cost of gas and maintenance on the vans, I am proposing a 35% fee increase, the new fees will be:

<u>Disabled, Seniors, Children:</u>	<u>General:</u>	
\$1.00	\$1.70	
Total forecasted expenditure for FYE 06-30-06		\$216,000
Less: capital outlay		<u>- 32,700</u>
Total projected maint / oper @ 06-30-06		\$183,300
10% Threshold (farebox requirement)		\$ 18,330
Farebox revenue at 03-31-06		\$ 12,766
Assume 35% increase for balance of fiscal year:		
April projection		\$ 1,740
May projection		\$ 2,100
June projection		<u>\$ 2,100</u>
Farebox projected at 06-30-06		\$ 18,706

A 35% increase should meet the 10% revenue requirement by year end.

**RECOMMENDATION:**

Accept the proposed rate increase to be effective as soon as possible.

**SOURCE OF FUNDING:** N/A

**ENVIRONMENTAL ACTION:** N/A

NB2