

Agenda Public Hearing

Topic	Review of Rural and Regional Bus Services 2010 Review of fares for Private Ferries and the Stockton Ferry 2010
Date	25 October 2010
Time	2 pm
Location	IPART Offices; 1 Market Street Sydney

1. Rural and regional buses (2:00pm – 3:00pm)

Members of the IPART Secretariat will provide a short presentation on the approach that will be taken and the likely fare outcomes. Audience members will then be invited to provide comment.

2. Private Ferries and Stockton Ferry (3:00pm – 3.30pm)

Members of the IPART Secretariat will provide a short presentation on the approach that will be taken and the likely fare outcomes. Audience members will then be invited to provide comment.

3. Closing remarks (3:30 – 3.45 pm)

IPART's Chairman will provide a summary of the hearing and next steps for each of the reviews.

Indicative outcomes of ferry cost indexes

Table 1 Estimated change in the cost of providing slow ferry services (including the Stockton Ferry)

Cost item	Index weight	Inflator	Estimated Inflator value	Contribution to 2010 change
Labour	52.5%	Productivity adjusted WPI ^a	3.1%	1.6%
Fuel	7.4%	Diesel fuel price - Fueltrac ^b	-7.1%	-0.5%
Insurance	3.8%	CPI- Insurance ^c	8.0%	0.3%
Interest	9.5%	NAB base rate interest rate for business loan ^d	1.0%	0.1%
Repair and maintenance	7.0%	CPI ^e	2.3%	0.2%
Depreciation/amortisation	4.1%	CPI ^e	2.3%	0.1%
Berthing/mooring fees	0.5%	CPI ^e	2.3%	0.0%
All Other Costs	15.2%	CPI ^e	2.3%	0.4%
Total	100.0%			2.1%

^a WPI is the Wage Price Index published by the Australian Bureau of Statistics. No productivity adjustment has been applied to the above figures. Data for the year to 30 June 2010 compared with the year to 30 June 2009.

^b Data for the year to 31 August 2010 compared to the year to 31 August 2009.

^c CPI – insurance is the Insurances services component of the Consumer Price Index published by the Australian Bureau of Statistics. Data for the year to 30 June 2010 compared to the year to 30 June 2009.

^d Data for the year to 15 September 2010 compared to the year to 15 September 2009.

^e CPI is the Consumer Price Index published by the Australian Bureau of Statistics. Data for the year to 30 June 2010 compared to the year to 30 June 2009.

Note: Columns may not add due to rounding.

Source: Index weights are sourced from IPART, *Review of fares for private ferry services and the Stockton ferry service for 2010*, December 2009, p 28.

Table 2 Estimated change in cost of providing fast ferry services

Cost Item	Index weight	Inflator	Estimated inflator value	Contribution to 2010 change
Labour	33.4%	Productivity adjusted WPI ^a	3.1%	1.0%
Fuel	17.3%	Diesel fuel price - Fueltrac ^b	-7.1%	-1.2%
Insurance	6.1%	CPI- Insurance ^c	8.0%	0.5%
Interest	8.3%	NAB base rate interest rate for business loan ^d	1.0%	0.1%
Repair and maintenance	8.2%	CPI ^e	2.3%	0.2%
Depreciation/ amortisation	11.8%	CPI ^e	2.3%	0.3%
Berthing/mooring fees	6.7%	CPI ^e	2.3%	0.2%
All Other Costs	8.1%	CPI ^e	2.3%	0.2%
Total	100.0%			1.2%

WPI is the Wage Price Index published by the Australian Bureau of Statistics. No productivity adjustment has been applied to the above figures. Data for the year to 30 June 2010 compared with the year to 30 June 2009.

Data for the year to 31 August 2010 compared to the year to 31 August 2009.

CPI – insurance is the Insurances services component of the Consumer Price Index published by the Australian Bureau of Statistics. Data for the year to 30 June 2010 compared to the year to 30 June 2009.

Data for the year to 15 September 2010 compared to the year to 15 September 2009.

CPI is the Consumer Price Index published by the Australian Bureau of Statistics. Data for the year to 30 June 2010 compared to the year to 30 June 2009.

Note: Columns may not add due to rounding.

Source: Index weights are sourced from IPART, *Review of fares for private ferry services and the Stockton ferry service for 2010*, December 2009, p 28.