

Appendix 2

Option 1 - Forecast cost of reimbursing operators on actual patronage basis

	<b>Total Estimated Value Concessionary Fares Reimbursement</b>	<b>Estimated Value of Concessionary Fares Reimbursement on Actual Patronage</b>	<b>Additional Recovery Support Included in Reimbursement Amount</b>
Apr-22	£193,014	£193,014	£0
May-22	£205,413	£205,413	£0
Jun-22	£190,889	£190,889	£0
Jul-22	£202,943	£202,943	£0
Aug-22	£203,653	£203,653	£0
Sep-22	£261,757	£261,757	£0
Oct-22	£281,098	£281,098	£0
Nov-22	£280,010	£280,010	£0
Dec-22	£262,513	£262,513	£0
Jan-23	£265,377	£265,377	£0
Feb-23	£245,907	£245,907	£0
Mar-23	£263,387	£263,387	£0
	<b>£2,855,961</b>	<b>£2,855,961</b>	<b>£0</b>

Appendix 3

Option 2 - Forecast cost of reimbursing operators using DfT Concessionary Fares Recovery Method

	<b>Adjusted Pre-Covid Reimbursement Amount*</b>	<b>DfT Proposed Tapering of Support</b>	<b>Estimated Value of Concessionary Fare Reimbursement</b>	<b>Estimated Value of Concessionary Fares Reimbursement on Actual Patronage</b>	<b>Additional Recovery Support Included in Reimbursement Amount</b>
Apr-22	£321,691	100%	£321,691	£193,014	£128,677
May-22	£342,355	100%	£342,355	£205,413	£136,942
Jun-22	£318,148	100%	£318,148	£190,889	£127,259
Jul-22	£338,238	90%	£304,414	£202,943	£101,471
Aug-22	£339,421	90%	£305,479	£203,653	£101,826
Sep-22	£327,197	85%	£278,117	£261,757	£16,360
Oct-22	£351,373	85%	£298,667	£281,098	£17,569
Nov-22	£350,013	80%	£280,010	£280,010	£0
Dec-22	£328,141	80%	£262,513	£262,513	£0
Jan-23	£331,722	75%	£248,791	£265,377	£0
Feb-23	£307,384	75%	£230,538	£245,907	£0
Mar-23	£329,234	70%	£230,464	£263,387	£0
	<b>£3,984,917</b>		<b>£3,421,187</b>	<b>£2,855,961</b>	<b>£630,104</b>

\* 2019/20 Actuals adjusted for national decline in concessionary fares of 2.5% per year

\*\* Jan 23-Mar 23 reimbursement on actual patrons forecast to exceed DfT model - in this scenario reimbursement would be made on actuals

Appendix 4

Option 3 - Alternative reimbursement model - assuming actual patronage will be reimbursed from November 22

	<b>Adjusted Pre-Covid Reimbursement Amount*</b>	<b>Proposed Tapering of Support</b>	<b>Estimated Value of Concessionary Fare Reimbursement</b>	<b>Estimated Value of Concessionary Fares Reimbursement on Actual Patronage</b>	<b>Additional Recovery Support Included in Reimbursement Amount</b>
Apr-22	£321,691	95%	£305,606	£193,014	£112,592
May-22	£342,355	95%	£325,237	£205,413	£119,824
Jun-22	£318,148	95%	£302,241	£190,889	£111,352
Jul-22	£338,238	90%	£304,414	£202,943	£101,471
Aug-22	£339,421	90%	£305,479	£203,653	£101,826
Sep-22	£327,197	85%	£278,117	£261,757	£16,360
Oct-22	£351,373	85%	£298,667	£281,098	£17,569
Nov-22	£350,013	0%	Paid on Actual	£280,010	£0
Dec-22	£328,141	0%	Paid on Actual	£262,513	£0
Jan-23	£331,722	0%	Paid on Actual	£265,377	£0
Feb-23	£307,384	0%	Paid on Actual	£245,907	£0
Mar-23	£329,234	0%	Paid on Actual	£263,387	£0
	£3,984,917		£2,119,761	£2,855,961	£580,994

\* 2019/20 Actuals adjusted for national decline in concessionary fares of 2.5% per year

## Appendix 5

### Concessionary Fare Payments 2021/22

As part of the budget review and 2021/22 Council Budget a saving of £1m from the overall Concessionary Travel budget line was targeted. This was achieved by adopting the DfT's Concessionary Fare Reimbursement methodology for 2021/22.

Table 3 shows that in 2021/22 additional support of £1,531,121 has been paid to local bus operators when comparing the Covid support concessionary fare payments to payments due based actual patronage. 2021/22 reimbursement methodology was built in line with DfT's November 2020 using principle two and six from the suggested list of factors (para 8) to build a reimbursement methodology.

The amounts paid were based on historic claims, as opposed to the actual number of pass holders carried - reimbursing bus operators for the same month in 2019/20 minus a 2.5% deduction for 2020-21 and a further 2.5% deduction for 2021-22. This recognises the general pre-Covid trend of decreasing concessionary patronage in England/Southampton from DfT bus statistics<sup>1</sup>. This additional support was met from the existing approved Concessionary Fares budget.

The total paid in 21/22 was £3,882,732.

- Payments – Payments made based on CF reimbursement methodology for 2020/21
- Actual due – Payments SCC would make if reimbursement was based on actual patronage levels.
- Value of Support – The support that SCC provides after reimbursing operators for “Actual due”  
% - the level of support

Overall Concessionary Fare Payments 2021/22						
	Number of Concessionary Journeys	Payments	Actual Due	Value of Support (£ and %)		21/22 Actual Compared to Adjusted 19/20 Baseline
<b>Apr-21</b>	152,838	£313,442	£159,663	£153,779	49%	51%
<b>May-21</b>	171,888	£333,576	£183,552	£150,024	45%	55%
<b>Jun-21</b>	194,777	£309,989	£204,163	£105,826	34%	66%
<b>Jul-21</b>	202,378	£329,565	£202,592	£126,973	39%	61%
<b>Aug-21</b>	216,638	£330,717	£209,233	£121,484	37%	63%
<b>Sep-21</b>	208,378	£318,806	£221,612	£97,194	30%	70%
<b>Oct-21</b>	218,996	£342,363	£220,732	£121,631	36%	64%
<b>Nov-21</b>	221,459	£341,037	£225,644	£115,393	34%	66%
<b>Dec-21</b>	189,458	£319,727	£189,362	£130,365	41%	59%
<b>Jan-22</b>	185,541	£323,216	£186,653	£136,563	42%	58%
<b>Feb-22</b>	179,653	£299,502	£182,235	£117,267	39%	61%
<b>Mar-22</b>		£320,792	£166,170*	£154,622*	48%	52%
<b>Total</b>	<b>2,141,954</b>	<b>£3,882,732</b>	<b>£2,351,611</b>	<b>£1,531,121</b>	<b>39%</b>	<b>61%</b>
*Estimated values						

<sup>1</sup> DfT's Statistical Release "Concessionary Travel Statistics England 2018/19" ([https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment\\_data/file/852526/concessionary-travel-statistics-2019.pdf](https://assets.publishing.service.gov.uk/government/uploads/system/uploads/attachment_data/file/852526/concessionary-travel-statistics-2019.pdf)).

