

ANNEXURE 17

AMENDMENT OF TARIFF OF CHARGES FOR REA VAYA BRT FARES

In terms of Sections 17(3)(a)(ii) and 22(a)(i) and (ii) of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) and Sections 21(1) and (3), 21A and 75A(3) and (4) of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000) as amended, it is hereby notified that the City of Johannesburg has, in terms of Sections 11(3)(i) and 75A(1) and (2) of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000) as amended, read with Section 24(2)(c)(ii) of the Local Government: Municipal Financial Management Act, 2003 (Act 56 of 2003), amended its Tariff of Charges for Rea Vaya BRT Fares with effect after 1 July 2013.

1. The following fares will apply:

1.1. Normal Fares

Rea Vaya Journey Length	Current Approved Fare (2012/13)	Proposed Increased Fare (2013/14)
Minimum fare including travel ≤ 5km	R4,70	R5,50
≤10km	R6,20	R7,20
≤15km	R7,70	R9,00
≤26km	R9,20	R10,70
≤35km	R10,70	R12,50
>35km (Maximum fare)	R12,20	R14,20
EMV Card		R20,00
Loading Fees**		
Occasional Users – One Trip	-	R25,00
Occasional Users – Two Trip	-	R37,00
Penalty Fees	-	R14,20
Off-Peak Rates	-	10% off
Park and Rides - Events	R30,00	R50,00

** Commuters will be charged a loading when loading cash on their cards at rate of the minimum of R1.50 or 3.5% of the load amount payable to ABSA Bank. This fee does not accrue to the City.

1.2 Off-Peak Fares

Rea Vaya Journey Length	Proposed Fare (2013/14) OFF PEAK
Minimum fare including travel ≤ 5km	R 4,95
≤10km	R 6,48
≤15km	R 8,10
≤26km	R 9,63
≤35km	R 11,25
>35km (Maximum fare)	R 12,78

2. A fare of R50,00 shall apply for Park and Ride services to events where Rea Vaya tickets are made available to Park and Ride users. The Rea Vaya Operations Director may negotiate alternative forms and levels of payment for Rea Vaya services with an event organiser if an alternative arrangement to individual event tickets is required.
3. In order to reduce fare evasion, commuters who evade the system shall be liable for the payment of Penalty Fees calculated at the maximum distance. The penalty will be charged whether or not the customer completed the maximum distance and irrespective of whether the non-compliance to the required tap on and tap off actions was intentionally done to avoid paying, or was done as a result of the customer's negligence or in instances where it was impossible for the customer to execute the actions. The rate of the penalty shall be R14.20.
4. The Rea Vaya fares may be adjusted, no more than twice, during the course of the year on the basis of the Rea Vaya Fare Adjustment Formula and methodology and summarized below that was approved by Council and introduced in 2009:
 - 4.1. If it appears after the monthly calculation of the technical fare and the average passenger fare that the technical fare has on average been 8% or more higher or lower than the average passenger fare during the preceding month, the passenger base fare(s) will be adjusted accordingly. The adjustment the passenger base fare(s) shall be to the same extent (percentage) required to bring the average passenger fare to the same level as the technical fare. The percentage adjustment to each of the passenger base fares will be calculated in accordance with the following formula:

$$100 \times ((TF_i/AUF_i)-1)$$

where,

TFi is the technical fare during the preceding month and AUF i is the average user fare for the preceding month.

- 4.2 The passenger base fare(s) may not be decreased if the Contingency and Fare Stabilisation Fund balance has fallen below the reserve level of three-months payments to the Bus Operating Company.