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# News Release

## PTC CUTS FARES FOR COMMUTERS

PTC grants full 1.9% fare reduction

1. The Public Transport Council (PTC) has concluded the 2015 Fare Review Exercise. Guided by the fare adjustment formula recommended by the Fare Review Mechanism Committee in 2013, the PTC has decided to grant the maximum allowable fare reduction of 1.9%.

2. Adult card fares will be lowered by 1 to 4 cents, depending on the travel distance. Students and senior citizen concessionary card fares will be reduced by 1 to 2 cents. The prices of all monthly concession passes and monthly travel passes, as well as cash fares and single trip ticket fares, will remain unchanged.

#### **Key Factors that PTC Considered**

3. The PTC tracks closely key factors that affect the cost of providing public transport. Our role is to keep fares for commuters affordable while ensuring the sustainability of Singapore's public transport system.

4. Our assessment showed that while wages and other operating expenditure had gone up in 2014, energy prices had fallen substantively. This allows fares to be adjusted downward in this Fare Review Exercise.

5. We have timed the fare reduction to coincide with the opening of the Downtown Line Stage 2 (DTL2) on 27 December 2015, so that we need not make changes to our fare system twice in a short duration (once for the launch of DTL2, and a second time a short while later to take into account the fare adjustment resulting from this Fare Review Exercise). This will also minimise confusion for commuters.

6. The PTC examined ridership trends, factors impacting the fare formula, and inputs from the public transport operators. One key consideration for us was that commuters who experienced higher fare increase in the last exercise should now see a larger reduction to their fares. In the same vein, the prices of all monthly concession passes and monthly travel passes are kept unchanged, as these had been insulated from the last two fare increases.

7. Another key consideration was to benefit as many commuters and groups as possible. Various commuter groups such as Senior Citizens, Students, Lower-Wage Workers and Persons with Disabilities will continue to receive assistance and support. On the latter two groups, we note that the Government will also be lowering their concessionary card fares. This will be announced separately by the Ministry of Transport.

8. While fares have been cut for commuters, we are equally concerned with the viability of the public transport system. In this regard, we note that the expansion of the network and raising of service quality to boost ridership, will help increase the revenue of the operators.

9. The maximum allowable fare reduction of 1.9% is calculated based on a transparent formula. Information on the fare review mechanism and formula is publicly available. The PTC's role is to decide on the right amount of the quantum to be granted. The PTC will continue to play its role to keep public transport affordable and sustainable.

10. Mr Richard Magnus, Chairman of the PTC said,

"The PTC is monitoring changes on the ground very closely. We will strive to contribute meaningfully to the overall public transport ecosystem.

This year's decision to reduce fares for commuters is in line with the negative fare quantum yielded by the fare adjustment formula due to lower energy prices. We have decided to grant the full quantum of reduction to benefit commuters and keep fares affordable.

The PTC's authority and autonomy are undergirded by its independence and flexibility to regulate in the best interest of the overall public transport system. We are accountable to the Government and our citizens to contribute towards an efficient and sustainable public transport system that Singaporeans can be proud of."

Annex A: Factsheet for 2015 Fare Review Exercise Annex B: Approved Bus and Train Fares

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#### Annex A

#### FACT SHEET

#### Public Transport Fares to be Reduced by 1.9% w.e.f. 27 December 2015

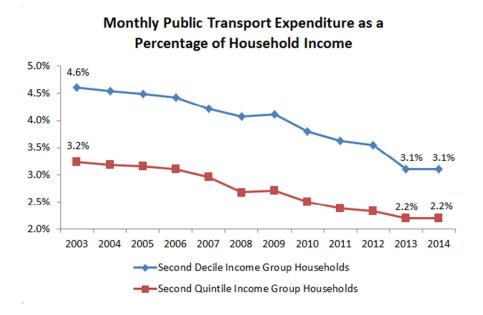
Fare Adjustment Formula (2015) = Price Index – 0.5% = -1.9% Price Index = 0.4cCPI + 0.4WI + 0.2EI; 0.5%: productivity extraction set for 2013 to 2017. Core Consumer Price Index (cCPI): the change in core Consumer Price Index over preceding year; 1.9% in 2014. Wage Index (WI): the change in Average Monthly Earnings (Annual National Average) over the preceding year, adjusted to account for any change in the employer's CPF contribution rate; 2.3% in 2014. Energy Index (EI): the change in Energy Index which is a composite of cost changes in electricity and diesel; -15.3% in 2014. 1. The Public Transport Council (PTC), in deciding the fare adjustment this year, was guided by the fare adjustment formula which yielded a maximum fare adjustment quantum of -1.9%.

2. The PTC has decided to effect the fare reduction of 1.9% with the opening of Downtown Line Stage 2 on 27 December 2015.

#### **Public Transport Fare Affordability**

3. To ensure that fares remain affordable, the Fare Review Mechanism Committee (FRMC) recommended that the affordability of public transport fares should be tracked by the PTC in deciding the fare adjustment. Fare affordability is tracked for the second quintile income group households representing the average public transport user, as well as the second decile income group households<sup>1</sup>.

4. Public transport fares continue to stay affordable on the back of general increase in wage levels. The indicators for the second quintile income group households and second decile income group households show similar downtrend from 2003 to 2014. In other words, these households have been spending proportionately less of their monthly income on public transport fares in recent years, and thereby making public transport fares more affordable for these groups.



<sup>&</sup>lt;sup>1</sup> Statistically, deciles are groups of data that divide a sample of data into ten groups (or ten deciles) based on a particular variable. The first decile refers to the lowest 10th percentile group; the second decile refers to the 11th – 20th percentile group, and so on; The second quintile income group households (21st - 40th percentile) are taken to represent the average or typical public transport commuter, as about 60% of the population rely on public transport as their main mode of transport.

#### Impact on Commuters Paying Card Fares

5. For adult commuters, their fares will be reduced by 1 to 4 cents per journey depending on the travel distance. Student and senior citizen concessionary card fares will be lowered by 1 to 2 cents per journey depending on the travel distance.

6. Eligible Lower-Wage Workers and Persons with Disabilities will also see reduction in their concessionary card fares under the Government-funded concession schemes.

7. All commuters using fare cards will see a fare reduction in this fare review exercise.

Commuter Group	Fare Adjustment					
Adult	Reduce by 1 to 4 cents					
	(-1c for up to 3.2km; -2c from 3.3km to 6.2km;					
	-3c from 6.3km to 12.2km; -4c from 12.3km)					
Student	Reduce by 1 to 2 cents					
	(-1c for up to 6.2km; -2c from 6.3km)					
Senior citizen	Reduce by 1 to 2 cents					
	(-1c for up to 6.2km; -2c from 6.3km)					

#### Monthly Concession Passes

8. The prices of all monthly concession passes and monthly travel passes will remain unchanged.

#### Impact on Commuters Paying Cash Fares and Single Trip Ticket Fares

9. There will be no change in cash fares and single trip ticket fares. Today, less than 3% of total daily trips are made using cash or single trip tickets on our buses and trains. Commuters are encouraged to use fare cards to enjoy greater convenience and lower fares.

#### **Public Transport Fund**

10. As fares will be reduced in the 2015 Fare Review Exercise, the public transport operators are not required to contribute to the Public Transport Fund.

#### Impact on Public Transport Operators

11. The overall 1.9% fare reduction translates to a fare revenue decrease of about \$36.1 million a year for both public transport operators. The decrease in revenue for SBS Transit and SMRT is \$15.7 million and \$20.4 million, respectively.

#### APPROVED BUS FARES (w.e.f. 27 December 2015)

#### a) Adult Fare Structure (Trunk Services)

	Fare Per Ride (cent)					
Distance		Card		C	ish	
	Current	Approved	Change	Ca	1811	
Up to 3.2 km	79	78	-1	140		
3.3 km – 4.2 km	90	88		160		
4.3 km – 5.2 km	101	99	-2	160		
5.3 km – 6.2 km	112	110		160		
6.3 km – 7.2 km	120	117		180		
7.3 km – 8.2 km	127	124		180		
8.3 km – 9.2 km	133	130	-3	200		
9.3 km – 10.2 km	138	135	-3	200		
10.3 km – 11.2 km	142	139	_	200		
11.3 km – 12.2 km	146	143		220		
12.3 km – 13.2 km	150	146		220		
13.3 km – 14.2 km	154	150		220		
14.3 km – 15.2 km	158	154		220		
15.3 km – 16.2 km	162	158		230		
16.3 km – 17.2 km	166	162		230		
17.3 km – 18.2 km	170	166		230		
18.3 km – 19.2 km	174	170		230		
19.3 km – 20.2 km	177	173		240		
20.3 km – 21.2 km	180	176		240	No shance	
21.3 km – 22.2 km	183	179		240	No change	
22.3 km – 23.2 km	186	182		240		
23.3 km – 24.2 km	188	184		250		
24.3 km – 25.2 km	190	186		250		
25.3 km – 26.2 km	192	188		250		
26.3 km – 27.2 km	193	189	-4	250		
27.3 km – 28.2 km	194	190		250		
28.3 km – 29.2 km	195	191		250		
29.3 km – 30.2 km	196	192		250		
30.3 km – 31.2 km	197	193		250		
31.3 km – 32.2 km	198	194		250		
32.3 km – 33.2 km	199	195		250		
33.3 km – 34.2 km	200	196		250		
34.3 km – 35.2 km	201	197		250		
35.3 km – 36.2 km	202	198		250		
36.3 km – 37.2 km	203	199		250		
37.3 km – 38.2 km	204	200		250		
38.3 km – 39.2 km	205	201		250		
39.3 km – 40.2 km	206	202		250		
Over 40.2 km	207	203		250		

#### b) Adult Fare Structure (Feeder Services)

Description	Card			Cash	
Description	Current	Approved	Change	Cash	
Fare Per Ride (cent)	79	78	-1	140 No change	

#### c) Senior Citizen Fare Structure (Trunk Services)

		Fare Per Ride (cent)				
Distance		Card		Cash		
	Current	Approved	Change	Ca	1511	
Up to 3.2 km	56	55		100		
3.3 km – 4.2 km	64	63	-1	100		
4.3 km – 5.2 km	71	70	-1	100	No	
5.3 km – 6.2 km	79	78		100	change	
6.3 km – 7.2 km	84	82	-2	130		
Over 7.2 km	90	88	-2	130		

#### d) Senior Citizen Fare Structure (Feeder Services)

Description	Card			Cash	
Description	Current	Approved	Change	Cash	
Fare Per Ride (cent)	56	55	-1	100 No change	

#### e) Student Fare Structure (Trunk Services)

	Fare Per Ride (cent)				
Distance	Card			Cash	
	Current	Approved	Change		
Up to 3.2 km	39	38		65	
3.3 km – 4.2 km	44	43	-1	65	
4.3 km – 5.2 km	49	48	-1	65	No
5.3 km – 6.2 km	54	53		65	change
6.3 km – 7.2 km	58	56	-2	85	
Over 7.2 km	61	59	-2	85	

#### f) Student Fare Structure (Feeder Services)

Description	Card			Ca	ısh
Description	Current	Approved	Change		
Fare Per Ride (cent)	39	38	-1	65	No change

			Fare Per R	ide (cent)	
Distance		Card	i ui e i ei i		
Distance	Current	Approved	Change	Ca	ish
Up to 3.2 km	139	138	-1	220	
3.3 km – 4.2 km	150	148		220	
4.3 km – 5.2 km	161	159	-2	220	
5.3 km – 6.2 km	172	170		220	
6.3 km – 7.2 km	180	177		220	
7.3 km – 8.2 km	187	184		220	
8.3 km – 9.2 km	193	190	2	235	
9.3 km – 10.2 km	198	195	-3	235	
10.3 km – 11.2 km	202	199		235	
11.3 km – 12.2 km	206	203		250	
12.3 km – 13.2 km	210	206		250	
13.3 km – 14.2 km	214	210		250	
14.3 km – 15.2 km	218	214		250	
15.3 km – 16.2 km	222	218		265	
16.3 km – 17.2 km	226	222		265	
17.3 km – 18.2 km	230	226		265	
18.3 km – 19.2 km	234	230		265	
19.3 km – 20.2 km	237	233		280	
20.3 km – 21.2 km	240	236		280	
21.3 km – 22.2 km	243	239		280	No change
22.3 km – 23.2 km	246	242		280	
23.3 km – 24.2 km	248	244		300	
24.3 km – 25.2 km	250	246		300	
25.3 km – 26.2 km	252	248		300	
26.3 km – 27.2 km	253	249	-4	300	
27.3 km – 28.2 km	254	250		300	
28.3 km – 29.2 km	255	251		300	
29.3 km – 30.2 km	256	252		300	
30.3 km – 31.2 km	257	253		300	
31.3 km – 32.2 km	258	254		300	
32.3 km – 33.2 km	259	255		300	
33.3 km – 34.2 km	260	256		300	
34.3 km – 35.2 km	261	257		300	
35.3 km – 36.2 km	262	258		300	
36.3 km – 37.2 km	263	259		300	
37.3 km – 38.2 km	264	260		300	
38.3 km – 39.2 km	265	261		300	
39.3 km – 40.2 km	266	262		300	
Over 40.2 km	267	263		300	

# g) Adult Fare Structure (Express Services)

## h) Senior Citizen Fare Structure (Express Services)

Distance	Card F	Card Fare Per Ride (cent)				
Distance	Current	Approved	Change			
Up to 3.2 km	101	100				
3.3 km – 4.2 km	109	108	-1			
4.3 km – 5.2 km	116	115	-1			
5.3 km – 6.2 km	124	123				
6.3 km – 7.2 km	129	127	-2			
Over 7.2 km	135	133	-2			

Distance	Card Fare Per Ride (cent)				
Distance	Current	Approved	Change		
Up to 3.2 km	69	68			
3.3 km – 4.2 km	74	73	-1		
4.3 km – 5.2 km	79	78	-1		
5.3 km – 6.2 km	84	83			
6.3 km – 7.2 km	88	86	2		
Over 7.2 km	91	89	-2		

# i) Student Fare Structure (Express Services)

## APPROVED TRAIN FARES (w.e.f. 27 December 2015)

			Fare Per	Ride (cent)		
Distance		Card				
	Current	Approved	Change	Single Tr	Trip Ticket	
Up to 1.0 km	84	83	0	150		
1.1 - 2.0  km	89	88	-1	150		
2.1 – 3.2 km	94	93		150		
3.3 km – 4.2 km	105	103		180		
4.3 km – 5.2 km	116	114	-2	180		
5.3 km – 6.2 km	127	125		180		
6.3 km – 7.2 km	135	132		200		
7.3 km – 8.2 km	152	149		200		
8.3 km – 9.2 km	158	155		220		
9.3 km – 10.2 km	163	160	-3	220		
10.3 km – 11.2 km	167	164		220		
11.3 km – 12.2 km	171	168		240		
12.3 km – 13.2 km	175	171		240		
13.3 km – 14.2 km	179	175		240		
14.3 km – 15.2 km	183	179	-	240		
15.3 km – 16.2 km	187	183		250		
16.3 km – 17.2 km	191	187	-	250		
17.3 km – 18.2 km	195	191		250		
18.3 km – 19.2 km	199	195		250		
19.3 km – 20.2 km	202	198		260		
20.3 km – 21.2 km	205	201		260	No change	
21.3 km – 22.2 km	208	204		260	e	
22.3 km – 23.2 km	211	207		260		
23.3 km – 24.2 km	213	209		270		
24.3 km – 25.2 km	215	211		270		
25.3 km – 26.2 km	217	213		270		
26.3 km – 27.2 km	218	214	-4	270		
27.3 km – 28.2 km	219	215		270		
28.3 km – 29.2 km	220	216		270		
29.3 km – 30.2 km	221	217		270		
30.3 km – 31.2 km	222	218		270		
31.3 km – 32.2 km	223	219		270		
32.3 km – 33.2 km	224	220		270		
33.3 km – 34.2 km	225	221	-	270		
34.3 km – 35.2 km	226	222		270		
35.3 km – 36.2 km	227	223	1	270		
36.3 km – 37.2 km	228	224	1	270		
37.3 km – 38.2 km	229	225	1	270		
38.3 km – 39.2 km	230	226	1	270		
39.3 km – 40.2 km	231	227	1	270		
Over 40.2 km	232	228	1	270		

# a) Adult Fare Structure (North East Line, Circle Line and Downtown Line)

	Fare Per Ride (cent)					
Distance		Card		Single Trip Ticket		
	Current	Approved	Change	Single Ti	np Ticket	
Up to 3.2 km	79	78	-1	140		
3.3 km – 4.2 km	90	88		160		
4.3 km – 5.2 km	101	99	-2	160		
5.3 km – 6.2 km	112	110		160		
6.3 km – 7.2 km	120	117		180		
7.3 km – 8.2 km	127	124		180		
8.3 km – 9.2 km	133	130	-3	200		
9.3 km – 10.2 km	138	135	-5	200		
10.3 km – 11.2 km	142	139		200		
11.3 km – 12.2 km	146	143		220		
12.3 km – 13.2 km	150	146		220		
13.3 km – 14.2 km	154	150		220		
14.3 km – 15.2 km	158	154		220		
15.3 km – 16.2 km	162	158		230		
16.3 km – 17.2 km	166	162		230		
17.3 km – 18.2 km	170	166		230		
18.3 km – 19.2 km	174	170		230		
19.3 km – 20.2 km	177	173		240		
20.3 km – 21.2 km	180	176	_	240		
21.3 km – 22.2 km	183	179		240	No change	
22.3 km – 23.2 km	186	182		240		
23.3 km – 24.2 km	188	184		250		
24.3 km – 25.2 km	190	186		250		
25.3 km – 26.2 km	192	188		250		
26.3 km – 27.2 km	193	189	-4	250		
27.3 km – 28.2 km	194	190		250		
28.3 km – 29.2 km	195	191	-	250		
29.3 km – 30.2 km	196	192	-	250		
30.3 km – 31.2 km	197	193	-	250		
31.3 km – 32.2 km	198	194	-	250		
32.3 km – 33.2 km	199	195	-	250		
33.3 km – 34.2 km	200	196		250		
34.3 km – 35.2 km	201	197		250		
35.3 km – 36.2 km	202	198		250		
36.3 km – 37.2 km	203	199		250	-	
37.3 km – 38.2 km	204	200		250		
38.3 km – 39.2 km	205	201		250	-	
39.3 km – 40.2 km	206	202	-	250		
Over 40.2 km	207	203		250		

b) Adult Fare Structure (North-South and East-West Lines, Bukit Panjang LRT, Sengkang-Punggol LRT)

#### c) Senior Citizen Fare Structure (North East Line, Circle Line and Downtown Line)

Distance	Card Fa	Card Fare Per Ride (cent)		
	Current	Approved	Change	
Up to 3.2 km	60	59		
3.3 km – 4.2 km	68	67	-1	
4.3 km – 5.2 km	75	74	-1	
5.3 km – 6.2 km	83	82		
6.3 km – 7.2 km	88	86	-2	
Over 7.2 km	94	92	-2	

d) Senior Citizen Fare Structure (North-South and East-West Lines, Bukit Panjang LRT, Sengkang-Punggol LRT)

Distance	Card Fare Per Ride (cent)		
	Current	Approved	Change
Up to 3.2 km	56	55	
3.3 km – 4.2 km	64	63	1
4.3 km – 5.2 km	71	70	-1
5.3 km – 6.2 km	79	78	
6.3 km – 7.2 km	84	82	2
Over 7.2 km	90	88	-2

#### e) Student Fare Structure (MRT and LRT)

Distance	Card Fare Per Ride (cent)		
	Current	Approved	Change
Up to 3.2 km	39	38	
3.3 km – 4.2 km	44	43	-1
4.3 km – 5.2 km	49	48	-1
5.3 km – 6.2 km	54	53	
6.3 km – 7.2 km	58	56	-2
Over 7.2 km	61	59	-2

#### MONTHLY CONCESSION PASSES (w.e.f. 27 December 2015)

#### a) Bus Monthly Concession Passes

Cardholders	Price	
Primary Student	\$22.50	
Secondary Student	\$27.50	No
Polytechnic Student	\$27.50	
University Student	\$52.00	change
Full-time National Serviceman	\$52.00	

## b) Train Monthly Concession Passes

Cardholders	Price		
Primary Student	\$20.00		
Secondary Student	\$25.00	No	
Polytechnic Student	\$25.00	change	
University Student	\$45.00	change	
Full-time National Serviceman	\$45.00		

#### c) Hybrid Monthly Concession Passes and Adult Monthly Travel Pass

Cardholders	Price	
Primary Student	\$41.00	
Secondary Student	\$51.00	
Polytechnic Student	\$51.00	No change
University Student	\$85.00	
Full-time National Serviceman	\$85.00	change
Adult (Monthly Travel Pass)	\$120.00	
Senior Citizen	\$60.00	

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