

Hackney Carriage Fares Calculator 2016

Average Running Costs Per Vehicle

1	*Annual Salary	£20,377.00
2	Annual Running Costs (D X G)	£10,050.00
3	Total Running Costs (1 + 2 + E + F)	£32,597.00
4	Cost per mile (3 / (G - H))	£1.63

A *Average Wage £20,377.00

B **Costs of Running Petrol Car (per mile) £0.34

C **Costs of Running Diesel Car (per mile) £0.33

B & C includes Road Tax, Insurance, Cost of Capital, Depreciation, Breakdown Cover, Fuel, Tyres, Service Labour Costs, Replacement Parts, Parking and tolls.

Fares

Using the average running costs above the following price should be charged for 440 yards (1/4 of a mile)

5 440 yards £ 0.407463

Tariff 1	Tariff	£3.00	£0.41
Tariff 2	Tariff + 50%	£4.50	£0.61
Tariff 3	Tariff + 100%	£6.00	£0.81

(Petrol at 114p & diesel at 118p per litre AA average price)
Vehicles valued up to £27,000 when new with 30000 average mileage

D ***Average Combined Running Costs £0.335
(B + C) / 2

E ****Additional - Insurance & Repairs £1,900.00
Additional amount for hire and reward

F Cost of Hackney Carriage Licence £270.00

G *****Annual Average Mileage 30,000
(Taken from annual mileage readings)

H Dead Mileage 10,000

Last Updated: 04/01/2017

* £18,657 which was the average provided by Office of National Statistics for 2011 and increased yearly by the % average salary increase = £20,377

** Costs taken from AA web site - running costs of a car July 2015 (no data for 2016). An additional amount has been added at E to allow for any potential increase in costs. The current fuel costs were slightly lower at the time of calculation.

*** Average cost of running a diesel and petrol car.

**** An additional amount to compensate for extra cost incurred for specific taxi insurance and servicing costs.

AA figure (£496) is for average domestic insurance valued up to £27,000. An additional £1000 has been added so, in total £1496 has been allocated for insurance costs.

AA figure (£2484) is for average domestic breakdown cover, repairs & servicing valued up to £27,000. An additional £900 has been added so, in total £3384 has been allocated for servicing and repair costs.