

Schedule 9.1 - Variations and Financial Consequences of Change			
Date	Reason	Clauses	End Date
22 November 2018		Schedule 9.1 Paragraph 1.1 Paragraph 4.1	N/A
<p>FRANCHISE VARIATION FARES INITIATIVE</p> <p>This notice is an agreement in writing pursuant to the terms of Schedule 9.1, Variations and Financial Consequences of Change, paragraph 1.1 (b) of the franchise agreement between the Scottish Ministers and Abellio ScotRail Ltd (“ScotRail”) dated 7 and 18 October 2014 (“the Franchise Agreement”) to vary the Franchise Agreement to include a new Priced Option for funding Fares initiatives to eligible season ticket holders during May to June 2017.</p> <p>Both Scottish Ministers and ScotRail have agreed to the proposed changes.</p> <p>For the avoidance of doubt, the sums are fixed and shall be the only additional sums to the Franchise subsidy incurred by the Authority in respect of this Variation.</p> <p>In accordance with the Franchise Agreement, Schedule 9.1 Clause 4.1, the Authority notifies the Franchisee that this Change could potentially exceed the Threshold Amount (£636,018) either alone, or when taken together with any future Change, resulting in a Qualifying Change. The parties agree that no Run of the Financial Model will be required in respect of this Change alone.</p> <p>The new priced option created by this Variation is called off with immediate effect.</p> <p>Appendix 1 – New Priced Option</p> <p>A new priced option shall be inserted into Schedule 3 of the Franchise Agreement as follows:-</p> <p>Priced Option 8 – 2017 Fares Initiative</p> <p>(a) Description, objective and specification</p> <p>The Franchisee shall offer the following funded Fares initiatives to eligible (as further detailed below) season ticket holders during May to June 2017 (“Season Ticket Fares Initiatives”):</p> <ul style="list-style-type: none"> • Passengers with a monthly or annual season ticket valid for at least one day in May will be able to claim a week of free travel for their usual route. • Monthly customers who switch to the electronic smartcard ticketing system will be eligible for a free off-peak return trip anywhere in Scotland, while yearly smartcard holders will be eligible for two free off-peak return trips anywhere in Scotland. • Passengers with weekly smartcard tickets are eligible for a complimentary one-day return ticket. • Claims can be made via the ScotRail website or at stations. 			

The Franchisee shall offer a supplementary leisure offer to a scope/value to be agreed with the Authority ("Leisure Fares Initiative") after completion of the Season Ticket Fares Initiatives on 30th June 2017 and taking into account the following considerations:-

- Final costings of system/resource to deliver season offer.
- Take up and value of season ticket offer.
- Take up and value of free return trip offer for smart season ticket holders.
- Costings for mechanic to deliver leisure offer.

The Season Ticket Fares Initiatives and the Leisure Fares Initiatives are hereinafter together referred to as "the 2017 Fares Initiatives".