COMPARISON STUDY OF RURAL BUS TRANSPORT SUBSIDY SCHEMES

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Sri Lanka

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Thesis submitted in partial fulfillment of the requirement for the degree Master of



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DECLARATION OF THE CANDIDATE

I declare that this is my own work and this thesis does not incorporate without acknowledgement any material previously submitted for a Degree or Diploma in any University or other institute of higher learning and to the best of my knowledge and belief it does not contain any material previously published or written by another person except where the acknowledgement is made in the text.

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Signature

Date

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DECLARATION OF THE SUPERVISOR

Date

I have supervised and accepted this thesis for the submission of the degree

Signature of the supervisor Prof. Amal S. Kumarage Head of the Department Department of Transport and Logistics University of Moratuwa



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S. D. Athukorala

ABSTRACT

Sri Lanka has a public transport system that dates back to the 1860s. Buses entered the service in 1907 and have become the most widely used mode of transport. The penetration level of buses is 1 bus per 1000 population. The per capita bus travel is approximately 12 km per day. These services cover urban, inter-urban as well as rural services. Rural services however have always been loss making. This is due to the fact that such areas have lower household incomes and are therefore unable to generate high volumes of travel and are also unable to pay higher fares for resulting lower vehicle occupancies.

Since over 70% of Sri Lanka's population resides in rural areas, successive governments have provided subsidise for such bus services. However many such rural routes have remained loss-making in spite of receiving grants for decades. This has resulted in the Government being unable to expand the rural bus services as it has not been possible to develop the revenues on such routes to ensure profitability and to move on to other routes. As a result, the reliability of such services has diminished and rural communities do not have appeared to have developed on account of the provision of subsidized bus services. This study is evaluated the rural route subsidy scheme initiated in 2005and identify the short comes of existing system. And study subsidy schemes practice in other countries to provide sustainable transport service to the rural people. By studying that, it is going to identified what are the improvements we can do for the "Gamiseriya" scheme for provide better service to Sri Lankan rural communities.

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LIST OF ABBRIVATION

NTC	National Transport Commission
СТВ	Central Transport Board
RTBB	Regional Transport Board Buses
SLTB	Sri Lanka Transport Board
ITD	Idaho Transportation Department
FTA	Federal Transits Administration
U K	United Kingdom
US	United state
PHV	Private Hire Vehicle University of Moratuwa, Sri Lanka.
CFIT	Commission of Integrated Transport Sertations
BSOG	Bus services Operators Grant
DfT	Department for Transport
ULSD	Ultra Low Sulphur Diesel
IFRTD	International forum for rural Transport and development