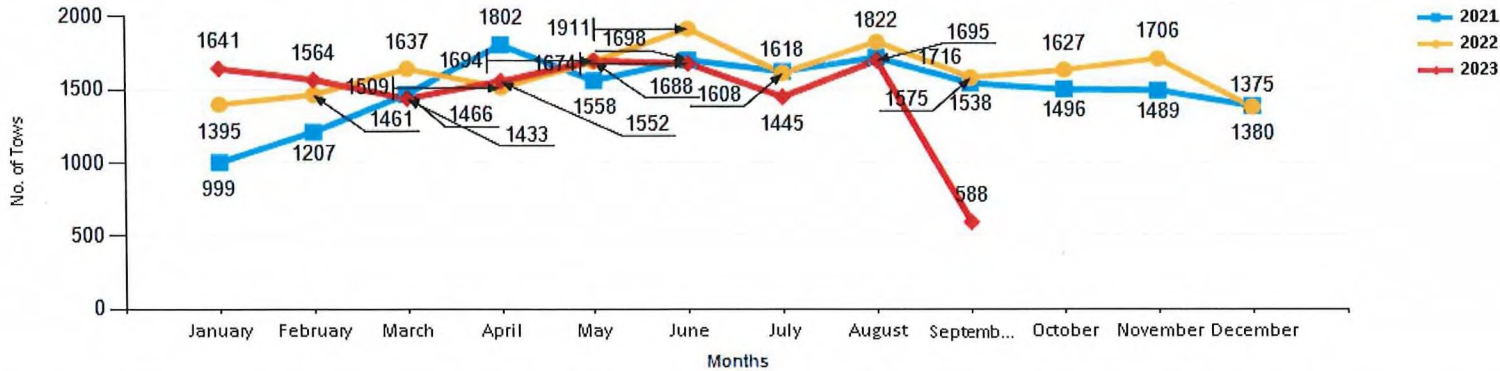


File #
231036

Tows Released by Year (Tow Fee of \$105 Collected)



Number of Vehicles Released to Citizens, Insurance Companies and Lien Holders			
Month	2021	2022	2023 YTD
January	999	1395	1641
February	1207	1461	1564
March	1466	1637	1433
April	1802	1509	1552
May	1558	1688	1694
June	1698	1911	1674
July	1618	1608	1445
August	1716	1822	1695
September	1538	1575	588
October	1496	1627	NA
November	1489	1706	NA
December	1380	1375	NA
TOTAL	17,967	19,314	13,286 (YTD)

Cost of Tow vs Tow Fee Collected				
Year	Tow Cost	Tow Fee Collected	Revenue Per Tow	Total Revenue
2021	\$ 70.26	\$ 105.00	\$ 34.74	\$ 624,173.58
2022	\$ 104.00	\$ 105.00	\$ 1.00	\$ 19,314.00
2023 (Projected)	\$ 110.24	\$ 105.00	\$ (5.24)	\$ (104,286.48)

Financial Impact of Increasing Tow Fees			
Tow Fee	Tow Cost	Revenue Per Tow	Projected Tow Revenue (Based off of 20,000 Releases at Base Tow Rate)
\$ 150.00	\$ 110.24	\$ 39.76	\$ 795,200.00

Notes

- * Tow Costs for 2021 are represented by the mean of 3 different tow rates.
- * Contractor is eligible for a CPI increase on an annual basis. In 2023 the CPI increased the cost per tow by \$6.24.
- * MCO allows the City to charge \$20.00 for a flat bed tow. Tow fees would have to be set no higher than \$125 for this to apply. It makes financial sense to have one "set rate" for all tows if Tow Fees exceed \$125.
- * Approximately 40% of all Tow Fees are paid by Insurance Companies, Lien Holders, and other parties. This industry will be picking up a substantial amount of the potential increased costs.
- * Estimated \$287,00 is collected annually in Flatbed Fees