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Airport Connection provides shuttle service between four hotels near a medical center and an international airport. Airport Connection uses two 10 passenger vans to offer 12 round trips per day. A recent month's activity in the form of a cost-volume-profit income statement is shown below.

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| --- | --- | --- | --- |
|   | Fare revenues (1,440 fares) |  | $36,000 |
|   | Variable costs  |   |  |
|   |     Fuel | $5,040 |  |
|   |     Tolls and Parking | 3,100 |  |
|   |     Maintenance | 500 | 8,640 |
|   | Contribution margin |  | 27,360 |
|   | Fixed costs |   |  |
|   |     Salaries |  13,000 |  |
|   |     Depreciation | 1,300 |  |
|   |     Insurance | 1,128 | 15,428 |
|   | Net income |  | $11,932 |

Break-even in dollars

Break-even in fares