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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