

November 2, 2020

2021 GENERAL RATE APPLICATION
Undertaking #34 Transcript Page 1600**Undertaking #34**

MPI to provide a calculation to determine the additional revenue that would be accrued if the additional vehicles were spread across the discount levels in a similar proportion to the count of drivers, including the appropriate surcharges.

RESPONSE:

Please see Figure 1 below.

Figure 1 Additional Revenue Forecast Considering the Reallocation of Additional Vehicles

Line No.	Discount %	From Undertaking #33		Active Licenses without a Registered Vehicle	Additional Vehicles Allocated*	Revised Additional Revenue (000s)
		Additional Vehicles	Additional Revenue (000s)			
1	(a)	(b)	(c)=\$1,568*(a)*(b)	(d)	(e)	(f)=\$1,568*(a)*((b)-(e))
2	33	108,424	\$56,103	59,387	35,176	37,901
3	30	11,336	\$5,332	7,450	4,413	\$3,257
4	29	11,483	\$5,222	8,952	5,302	\$2,811
5	28	8,037	\$3,529	7,559	4,477	\$1,563
6	27	9,798	\$4,148	9,153	5,421	\$1,853
7	26	9,442	\$3,849	10,220	6,053	\$1,382
8	25	17,539	\$6,875	29,311	17,361	\$70
9	20	4,194	\$1,315	11,855	7,022	(\$887)
10	15	8,223	\$1,934	31,228	18,497	(\$2,416)
11	10	6,900	\$1,082	44,194	26,177	(\$3,023)
12	5	3,088	\$242	30,554	18,097	(\$1,177)
13	0	0	\$0	85,204	50,468	\$0
14	Total	198,464	\$89,631	335,067	198,464	\$41,333

15 *Allocated based on (d); this column represents the number of additional vehicles that will receive the respective discount
16 based on the assumption that the vehicle will be registered by a customer at the respective discount level.