

PUB (MPI) Pre-Ask 3

Part and Chapter:	Rebate Application	Page No.:	Page 21 of 27, Lines 13-31; and Page 23 of 27, Lines 5-14
PUB Approved Issue No:			
Topic:	Rebate Proposal		
Sub Topic:			

Preamble to IR:

MPI has indicated the riding season for Motorcycles is May 1, to September 30th. MPI's rebate proposal reflects expected claims incurred savings for the period March 15th to May 15th.

Question:

- a) What portion of the Motorcycle riding season falls within the March 15th to May 15th period?
- b) Please indicate how MPI could recognize this within the RSR rebate proposal.

Rationale for Question:

RESPONSE:

- a) There are 153 days in the riding season between May 1, 2020 and September 30, 2020. The 15 days between May 1, 2020 and May 15, 2020 represents approximately 10% of the riding season.
- b) MPI is unable to recognize this within this rebate application because it cannot predict how many motorcycle policies will be in force and earning premium on May 1, 2020, and to whom those policies will be issued.