

From: Nathwani, Riyaz (CA - Toronto)
Sent: Thur 10/25/2012 3:55:19 AM
Subject: ARL | Follow-up on Business Plan Questions
FW: ARL - Questions related to Ridership Review

Hi Stephan,

James provided me with your questions regarding a couple of sections in the business plan. I tried to catch you in your office today, but you were never there when I came by. Since you are away from the office tomorrow and Friday, and we are finalizing V2 of the BSP this week, I wanted to send you an email to address your questions.

- 1. On Page 179, the Fare Revenue value not equaling the Fare price x Annual Ridership:** This table comes directly from the SDG report. There are two reasons why you are not able to calculate the same Fare Revenue values that appear in the table. First, the Fare Revenue is the product sum of the fare price and ridership revenue at each station. Each station has a different fare price and ridership number. Second, even if you do the product sum, the Fare Revenue value you calculate will be slightly different than the SDG table value because of the way the SDG model generated the Fare Revenue output. I have attached the email from SDG that explains the reason for the slight difference. I spoke with Hwan and he indicated that SDG did not reissue the station information to correct for this slight discrepancy.
- 2. Reason Total Operating Costs on Page 182 and 189 differ:** The reason the operating costs on Page 182 and 189 differ is because the costs on Page 182 are in 2012 dollars and the costs on page 189 are in nominal dollars (i.e., the 2018 operating costs are in 2018 dollars).

Please let me know if you have any follow-up questions.

Thank you,

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