

FACILITY ASSOCIATION

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TO: MEMBERS OF THE FACILITY ASSOCIATION

ATTENTION: CHIEF EXECUTIVE OFFICER

BULLETIN NO.: F04-047

DATE: OCTOBER 4, 2004

**SUBJECT: ALBERTA RISK SHARING POOL BACKDATING REQUIREMENTS
AMENDED DUE TO REGULATION 217/2004**

As mentioned in Bulletin F04-044 dated September 23 2004, the Board of Directors of Facility Association has approved procedures to allow for backdating the ceding of risks subject to the regulated grid maximum premium to the Alberta Risk Sharing Pool and some companies have taken advantage of that provision.

Due to the introduction of the Automobile Insurance Premiums Regulation Amendment (Regulation 217/2004) effective October 1, 2004, which will likely result in more risks being subject to the regulated grid maximum premium, more companies may need to take advantage of the backdating process. Accordingly, the Facility Association Board of Directors has extended the deadline for notification that companies may wish to avail themselves of this process from October 1, 2004 to October 8, 2004.

Please be reminded that all other procedures as outlined in Bulletin number F04-044 (copy attached) still apply.

If you wish to take advantage of the backdating process, please complete the attached notification form and return it to the Facility Association by Friday, October 8, 2004.

David J. Simpson, M.B.A., FCIP
President & C.E.O.

Attach.

ALBERTA RISK SHARING POOL BACKDATING REQUIREMENTS

Part One of this form must be sent to the Facility Association prior to October 8, 2004

To: Facility Association
Fax: 416-868-0894

From: _____ **Date:** _____
(name/title)

This form serves to notify Facility Association that _____
(name of insurance company)
is unable to re-rate grid risks by the October 1 2004 requirement, and therefore will be ceding grid risks on a backdated basis.

It is agreed and understood that all grid rated risks will be ceded to the Alberta Risk Sharing Pool.

It is agreed and understood that this process is only allowed until January 31, 2005.

It is agreed and understood that a file will be generated showing all vehicles subject to the grid and will transmit that listing to the Facility Association prior to January 31, 2005.

I understand as the CEO of the company is required to sign off that all risks have been ceded to the Alberta Risk Sharing Pool.

Part Two of this form must be sent to the Facility Association prior to January 31 2005 or as soon as all grid risks have been ceded to the Alberta Risk Sharing Pool.

To: Facility Association
Fax: 416-868-0894

CEO SIGN OFF

I _____ Chief Executive Officer for the above mentioned company(s)
(name of CEO)

hereby verify that all grid risks have been ceded to the Alberta Risk Sharing Pool and that the listing sent to the Facility Association is correct and accurate.

Signed _____ **Date:** _____