

TO: All Agents and Brokers (ALL CANADA)

BULLETIN NO.: ALL.AGCY 2025-03

DATE: May 30, 2025

SUBJECT: New Fleet Rating Algorithm

Facility Association (FA) would like to notify Agents and Brokers that it has developed a new internal Fleet rating algorithm, eliminating reliance on external consultants. This initiative provides FA with the flexibility to adapt to internal specifications and the agility to deliver enhanced rating capabilities.

The new Fleet rating algorithm will be launched in all jurisdictions excluding Alberta effective August 1, 2025, for both New Business and Renewals. As previously communicated, Alberta is effective June 1, 2025.

Key Highlights:

- The process for quoting Fleet remains unchanged for Agents and Brokers.
- The maximum number of years considered for vehicle and claim loss experience when calculating rates has increased from 3 to 5 years and now requires detailed information by line type.
- Renewal capping will be introduced concurrently and will remain in place for at least one year to manage premium dislocation resulting from the transition to the new Fleet algorithm.

Additionally, to support transition to the new Fleet algorithm, a copy of the <u>Fleet Rating FAQ</u> document is available for review, along with a <u>Fleet Vehicle Count Template</u> tool to assist with calculating vehicle years experience. If you encounter issues with accessing the tool, <u>click here to troubleshoot</u>.

Documents are also accessible on https://www.nordicbroker.ca/.

This bulletin is being distributed by Servicing Carriers to whom all enquiries should be addressed.