

**TO: MEMBERS OF THE FACILITY ASSOCIATION**

**ATTENTION: CHIEF EXECUTIVE OFFICER**

**BULLETIN NO: F2024 – 052**

**DATE: December 23, 2024**

**SUBJECT: Risk Sharing Pool Outlook for Calendar Year 2025**  
**Based on October 2024 Operational Reports**

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This Outlook was prepared for the Member companies of Facility Association to assist Member companies in estimating their share of RSP results for planning purposes. It is not intended, nor is it necessarily suitable, for any other purpose.

#### **Key Takeaways**

- **The combined 6 RSPs** are projected to have **continued growth in written premium** (5.8% overall for 2025) based on member projections as of October 2024. The projected premium is significantly higher for all jurisdictions except for the Alberta Grid pool where we are seeing an 18.9% decrease in premiums for 2025;
- Across **all 6 RSPs**, we are projecting **written premium** of \$1,281 million for 2024, increasing to **\$1,356 million for 2025**, with a **COR** of 208.4% for 2024, decreasing to **195.2% for 2025** – please note, the members' assumed COR for the pool may not align with these figures due to differences such as investment income on assets held by the members;
- We are projecting the **6 RSPs** to generate an **operating cash outflow<sup>1</sup> of \$473.2 million in 2025**, compared to a projected outflow of \$383.5 million for 2024 (compared with cash outflow of \$317.7 million in calendar year 2023 and a cash outflow of \$14.0 million in 2022), due to the projected written premium growth of the RSPs and the higher expected loss ratios for the current and future accident years

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<sup>1</sup>An operating cash outflow is generated when premium submitted to / collected for an RSP is less than the RSP's disbursements for claims and all expenses. Operating cash outflows are funded by the FA membership via monthly cash settlements with members.

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The calendar year 2025 RSP Outlook based on actual results as found in the October 2024 Operational Reports can be found on our website: [RSP Outlook CY 2025](#)

Questions regarding the Outlook should be directed to Philippe Gosselin, VP Actuarial and CRO at Facility Association, 416-644-4968, [PGosselin@facilityassociation.com](mailto:PGosselin@facilityassociation.com)

Saskia Matheson,  
President & CEO

Please forward a copy of this bulletin to your Chief Financial Officer.

