

TO: MEMBERS OF THE FACILITY ASSOCIATION

ATTENTION: CHIEF EXECUTIVE OFFICER

BULLETIN NO: F2024-013

DATE: April 24, 2024

SUBJECT: UIP Deficiency Fees

In its April 2022 Bulletin, and then in its December 2022 news release, the General Insurance Statistical Agency (GISA) announced it had made the determination to select IBM Canada to assume the role of Statistical Service provider, transitioning that role from IBC.

In addition to its reliance on the Automobile Statistical Plan (ASP) for its Member Sharing data and Operational performance data, FA also relies upon the mechanism of the ASP for the ongoing delivery of UIP data from member companies, which in turn provides the content data for the Underwriting Reports produced through CGI known as AutoPlus reports, and the soon to be launched IBC DASH reports. UIP Data also provides the data for various government insurance and VIN validation services.

During the years that IBC acted as data aggregator for GISA, IBC managed the Auto Statistical Plan Deficiency Fee Program for GISA, and IBC also managed the UIP Deficiency Fee Program since its inception in 1996.

In April of 2023, IBM took over the management of the ASP Deficiency Fee Program for GISA, while IBC continued to manage the UIP Deficiency Fee Program. In October of 2023, the calculation and billing for UIP Deficiency Fees was paused pending discussion and resolution of the appropriate stewardship of management of the UIP Deficiency Fees and their use.

As transition from IBC to IBM continues, the organizations have consulted and have determined that it best serves the industry for Facility Association to take over the management of the UIP Deficiency Fee Program.

At its February 2024 meeting, the FA Board of Directors passed a resolution confirming that the FACILITY ASSOCIATION will take on the collection of and disbursement of Deficiency Fees, to be calculated and assessed in accordance with existing methodology.

As a result, FA will be issuing invoices dating from October of 2023 for Deficiency Fees arising from UIP Data Errors during that period. The fees will be collected from members by the FA and will be used solely for the purpose of offsetting member costs of managing the UIP Data program and obligation.

Going forward, FA will issue monthly invoices to members for UIP Deficiency Fees. Please note, this in no way effects the issuance or settlement of GISA ASP Fees, which are being managed through IBM.



Should you have questions regarding UIP Data Deficiency Fees related to your company, please contact Facility Association Member Services at MS@facilityassociation.com

Thank you.

Saskia Matheson President & CEO