

July 2023

**Manual of Rules and Rates
Northwest Territories**

**Various Rule Changes including revised U.S Exposure Surcharge
Effective November 1, 2023 (New Business and Renewals)**

Effective November 1, 2023 Facility Association is implementing the following update for new business and renewals in Northwest Territories:

- There are various rule changes in sections of the manual including revised U.S. Exposure Surcharge. A summary of the rule changes are attached to the Manual Bulletin on the Facility Association website.

The Facility Association website www.facilityassociation.com has been updated with this information.

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

**FACILITY ASSOCIATION NORTHWEST TERRITORIES RULES AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE NOVEMBER 1, 2023**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
PRIVATE PASSENGER SECTION				
<p>Rule 103 A.3</p> <p>Binding Coverage – New Policies A. Requirements/P rocedures for binding new policies</p>	<p>3) The insurance shall take effect as of the time and date the coverage is bound. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>	<p>3) The insurance shall take effect as of the time and date the coverage is bound, as evidenced by the Application signed by the Insured. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>
<p>Rule 123.D</p> <p>Commonly Used Endorsements</p>	<p>D. Comprehensive Cover – Limited Glass</p> <p>The coverage provided under Comprehensive for damage to glass may be amended by means of adding 13D to delete coverage for damage to glass except when caused by Specified Perils. The premium charged for the reduced Comprehensive coverage is the Specified Perils premium plus 10% of the Comprehensive premium. Where the deductible is \$1,000 or higher, there is no premium reduction.</p> <p>Signature Required This endorsement requires a signature. If a signature cannot be obtained, refer to Rule 122: Endorsement Forms/Wordings.</p>	<p>D. Comprehensive Cover – Limited Glass Limitation of Glass Coverage Endorsement</p> <p>The coverage provided under Comprehensive for damage to glass may be amended by means of adding 13D to delete coverage for damage to glass except when caused by Specified Perils. The premium charged for the reduced Comprehensive coverage is the Specified Perils premium plus 10% of the Comprehensive premium. Where the deductible is \$1,000 or higher, there is no premium reduction.</p> <p>Signature Required This endorsement requires a signature. If a signature cannot be obtained, refer to Rule 122: Endorsement Forms/Wordings.</p>	<p>As of March 22, 2022, the name on 13D changed. FA manual needs to be updated for this change. FA has reviewed rules for 13D endorsement and aims to harmonize</p>	<p>This will not impact premiums</p>

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Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
Rule 127.E.c Policy Changes Deletions of Vehicles and Coverages	<p>Deletions of Vehicles and Coverages</p> <p>c) In the event that the vehicle has been sold, and a copy of the bill of sale satisfactory to the Servicing Carrier is produced, the vehicle shall be deleted the day after the vehicle is sold regardless of what that date might be.</p> <p style="text-align: center;"><i>For example:</i> The vehicle was sold June 5. The Servicing Carrier does not receive the request to delete until September 5. If the Insured can produce a satisfactory bill of sale, the Servicing Carrier will delete the vehicle effective 12:01 a.m. June 6.</p>	<p>Deletions of Vehicles and Coverages</p> <p>c) In the event that the vehicle has been sold, and a copy of the bill of sale satisfactory to the Servicing Carrier is produced, the vehicle shall be deleted the day after the vehicle is sold. regardless of what that date might be.</p> <p style="text-align: center;"><i>For example:</i> The vehicle was sold June 5. The Servicing Carrier does not receive the request to delete until September 5. If the Insured can produce a satisfactory bill of sale, the Servicing Carrier will delete the vehicle effective 12:01 a.m. June 6.</p>	To bring FA inline with industry practice	This will not impact premiums
Rule 127.G Midterm Policy Change Premium Calculation	<p>G. Midterm Policy Change Premium Calculation</p> <p>In regard to the period licensed, period of ownership, the period since the date of an accident, the period since the date of a conviction, the rating is always based on the position as at the effective date of the policy period, (or, in the case of a subsequent addition/substitution of a driver or addition of a vehicle as at the addition/substitution date). Midterm rerating is NOT permissible in respect of changes that occur in regard to those matters during the period of insurance merely because of the lapse of time.</p> <p>Midterm change due to age is permissible, provided a request is received by the Agent/Broker (or Servicing Carrier if received directly from the Insured) within 30 days of the birthday. If the request is received after 30 days, then the change will be effective at 12:01a.m. following the date the Agent/Broker (or Servicing Carrier if received directly from the Insured) receives the request and back dating will not be permissible.</p>	<p>G. Midterm Policy Change Premium Calculation</p> <p>In regard to the period licensed, period of ownership, the period since the date of an accident, the period since the date of a conviction, the rating is always based on the position as at the effective date of the policy period, (or, in the case of a subsequent addition/substitution of a driver or addition of a vehicle as at the addition/substitution date).</p> <p>Midterm rerating is NOT permissible in respect of changes that occur in regard to those matters during the period of insurance merely because of the lapse of time.</p> <p>Midterm change due to age is permissible, provided a request is received by the Agent/Broker (or Servicing Carrier if received directly from the Insured) within 30 days of the birthday. If the request is received after 30 days, then the change will be effective at 12:01a.m. following the date the Agent/Broker (or Servicing Carrier if received directly from the Insured) receives the request and back dating will not be permissible.</p>	To bring FA inline with industry practice	This will not impact premiums

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Rule 152 13D Endorsements Applicable to POL 1	13D	Comprehensive Cover - Limited Glass Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.	Private Passenger Vehicles, Motor Homes and ‘Light’ Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.	13D	Comprehensive Cover - Limited Glass Limitation of Glass Coverage Endorsement Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.	Private Passenger Vehicles, Motor Homes and ‘Light’ Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.	As of March 22, 2022, the name on 13D changed. FA manual needs to be updated for this change. FA has reviewed rules for 13D endorsement and aims to harmonize	This will not impact premiums
COMMERCIAL SECTION								
Rule 203 A.3 Binding Coverage – New Policies A. Requirements/Procedures for binding new policies	3) The insurance shall take effect as of the time and date the coverage is bound. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date. <i>For example:</i> a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1. b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.		3) The insurance shall take effect as of the time and date the coverage is bound, as evidenced by the Application signed by the Insured. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date. <i>For example:</i> a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1. b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.		To bring FA inline with industry practice	This will not impact premiums		

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<p>Rule 217.E.c</p> <p>Policy Changes</p> <p>Deletions of Vehicles and Coverages</p>	<p>Deletions of Vehicles and Coverages</p> <p>c) In the event that the vehicle has been sold, and a copy of the bill of sale satisfactory to the Servicing Carrier is produced, the vehicle shall be deleted the day after the vehicle is sold regardless of what that date might be.</p> <p><i>For example:</i> The vehicle was sold June 5. The Servicing Carrier does not receive the request to delete until September 5. If the Insured can produce a satisfactory bill of sale, the Servicing Carrier will delete the vehicle effective 12:01 a.m. June 6.</p>	<p>Deletions of Vehicles and Coverages</p> <p>c) In the event that the vehicle has been sold, and a copy of the bill of sale satisfactory to the Servicing Carrier is produced, the vehicle shall be deleted the day after the vehicle is sold. regardless of what that date might be.</p> <p><i>For example:</i> The vehicle was sold June 5. The Servicing Carrier does not receive the request to delete until September 5. If the Insured can produce a satisfactory bill of sale, the Servicing Carrier will delete the vehicle effective 12:01 a.m. June 6.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>
<p>Rule 217.G</p> <p>Midterm Policy Change Premium Calculation</p>	<p>G. Midterm Policy Change Premium Calculation</p> <p>In regard to the period licensed, period of ownership, the period since the date of an accident, the period since the date of a conviction, the rating is always based on the position as at the effective date of the policy period, (or, in the case of a subsequent addition/substitution of a driver or addition of a vehicle as at the addition/substitution date). Midterm rerating is NOT permissible in respect of changes that occur in regard to those matters during the period of insurance merely because of the lapse of time.</p> <p>Midterm change due to age is permissible, provided a request is received by the Agent/Broker (or Servicing Carrier if received directly from the Insured) within 30 days of the birthday. If the request is received after 30 days, then the change will be effective at 12:01a.m. following the date the Agent/Broker (or Servicing Carrier if received directly from the Insured) receives the request and back dating will not be permissible.</p>	<p>G. Midterm Policy Change Premium Calculation</p> <p>In regard to the period licensed, period of ownership, the period since the date of an accident, the period since the date of a conviction, the rating is always based on the position as at the effective date of the policy period, (or, in the case of a subsequent addition/substitution of a driver or addition of a vehicle as at the addition/substitution date).</p> <p>Midterm rerating is NOT permissible in respect of changes that occur in regard to those matters during the period of insurance merely because of the lapse of time.</p> <p>Midterm change due to age is permissible, provided a request is received by the Agent/Broker (or Servicing Carrier if received directly from the Insured) within 30 days of the birthday. If the request is received after 30 days, then the change will be effective at 12:01a.m. following the date the Agent/Broker (or Servicing Carrier if received directly from the Insured) receives the request and back dating will not be permissible.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>

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Rule 228.C: Outside Territory Exposure C. Interurban Outside Territory Exposure Surcharge (Excluding Commercial Vehicles)	<p>Step 2: Determine U.S. Exposure</p> <p>Based on the total reported mileage (Canada and the U.S.), surcharge 1% per percentage (%) of exposure into the U.S.</p> <p><i>For example:</i></p> <table border="1" data-bbox="422 488 984 623"> <thead> <tr> <th>U.S. Exposure</th> <th>Applicable Surcharge</th> </tr> </thead> <tbody> <tr> <td>5%</td> <td>5%</td> </tr> <tr> <td>10%</td> <td>10%</td> </tr> <tr> <td>25%</td> <td>25%</td> </tr> <tr> <td>50%</td> <td>50%</td> </tr> </tbody> </table>	U.S. Exposure	Applicable Surcharge	5%	5%	10%	10%	25%	25%	50%	50%	<p>Step 2: Determine U.S. Exposure</p> <p>The U.S. Exposure is determined by how often the vehicle travels <u>into the U.S.</u></p> <p>The U.S. surcharge is based on the States in which a vehicle travels. See Chart below:</p> <table border="1" data-bbox="1041 513 1619 1125"> <thead> <tr> <th>Region 1</th> <th>Region 2</th> <th>Region 3</th> </tr> </thead> <tbody> <tr> <td>Alaska</td> <td>Arizona</td> <td>Alabama</td> </tr> <tr> <td>Colorado</td> <td>Arkansas</td> <td>Connecticut</td> </tr> <tr> <td>Idaho</td> <td>California</td> <td>Delaware</td> </tr> <tr> <td>Iowa</td> <td>Georgia</td> <td>Florida</td> </tr> <tr> <td>Kansas</td> <td>Illinois</td> <td>Hawaii</td> </tr> <tr> <td>Nebraska</td> <td>Indiana</td> <td>Louisiana</td> </tr> <tr> <td>Nevada</td> <td>Kentucky</td> <td>Maine</td> </tr> <tr> <td>North Dakota</td> <td>Michigan</td> <td>Maryland</td> </tr> <tr> <td>Oregon</td> <td>Minnesota</td> <td>Massachusetts</td> </tr> <tr> <td>Utah</td> <td>Missouri</td> <td>Mississippi</td> </tr> <tr> <td>Wisconsin</td> <td>Montana</td> <td>New Hampshire</td> </tr> <tr> <td>Wyoming</td> <td>New Mexico</td> <td>New Jersey</td> </tr> <tr> <td></td> <td>North Carolina</td> <td>New York</td> </tr> <tr> <td></td> <td>Ohio</td> <td>Rhode Island</td> </tr> <tr> <td></td> <td>Oklahoma</td> <td>South Carolina</td> </tr> <tr> <td></td> <td>Pennsylvania</td> <td>Texas</td> </tr> <tr> <td></td> <td>South Dakota</td> <td>Vermont</td> </tr> <tr> <td></td> <td>Tennessee</td> <td>West Virginia</td> </tr> <tr> <td></td> <td>Virginia</td> <td></td> </tr> <tr> <td></td> <td>Washington</td> <td></td> </tr> </tbody> </table> <p>The rate of the U.S. Exposure surcharge (per percentage of U.S. Exposure) is based on the Region where the majority of exposure exists:</p> <table border="1" data-bbox="1041 1268 1591 1425"> <thead> <tr> <th>Region</th> <th>Applicable Surcharge per % of Exposure</th> </tr> </thead> <tbody> <tr> <td>Region 1</td> <td>1%</td> </tr> </tbody> </table>	Region 1	Region 2	Region 3	Alaska	Arizona	Alabama	Colorado	Arkansas	Connecticut	Idaho	California	Delaware	Iowa	Georgia	Florida	Kansas	Illinois	Hawaii	Nebraska	Indiana	Louisiana	Nevada	Kentucky	Maine	North Dakota	Michigan	Maryland	Oregon	Minnesota	Massachusetts	Utah	Missouri	Mississippi	Wisconsin	Montana	New Hampshire	Wyoming	New Mexico	New Jersey		North Carolina	New York		Ohio	Rhode Island		Oklahoma	South Carolina		Pennsylvania	Texas		South Dakota	Vermont		Tennessee	West Virginia		Virginia			Washington		Region	Applicable Surcharge per % of Exposure	Region 1	1%	US surcharge will now be based on the State and Region where the majority of exposure exists	This may impact premiums
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	<p>Step 3: Determine the Total Outside Territory Exposure Surcharge applicable to the Interurban Vehicle</p> <p>The total surcharge applicable is determined by totaling the amounts calculated under Step 1 and Step 2.</p> <p>The total surcharge is applicable to Liability premiums.</p>	<table border="1" data-bbox="1041 310 1591 415"> <tr> <td data-bbox="1041 310 1314 358">Region 2</td> <td data-bbox="1314 310 1591 358">1.25%</td> </tr> <tr> <td data-bbox="1041 358 1314 415">Region 3</td> <td data-bbox="1314 358 1591 415">1.5%</td> </tr> </table> <p><i>Example:</i> A vehicle travels 10% in Region 1, 40% in Region 2 and 50% in Region 3, then the US surcharge would be 1.5% per % of U.S Exposure.</p> <p>In the event of a tie or where no clear majority exists in any Region, select the Region that generates the highest surcharge (per percentage of U.S. Exposure), as outlined in the chart above.</p> <p><i>Example:</i> A vehicle travels 20% in Region 1; 40% in both Region 2 and Region 3. A surcharge rate of Region 3 (1.5% per % of U.S. Exposure) would apply.</p> <p>To determine the U.S. Exposure surcharge, multiply the rate of surcharge by the percentage of U.S. Exposure, as outlined in the chart above.</p> <p><i>Example:</i> A vehicle traveling 40% into the U.S. using Region 3 would have a 60% surcharge.</p> <p>Step 3: Determine the Total Outside Territory Exposure Surcharge applicable to the Interurban Vehicle</p> <p>The total surcharge applicable is determined by totaling the amounts calculated under Step 1 and Step 2.</p> <p>The total surcharge is applicable to Liability premiums.</p>	Region 2	1.25%	Region 3	1.5%	<p>US surcharge will now be based on the State and Region where the majority of exposure exists</p>	<p>This may impact premiums</p>
Region 2	1.25%							
Region 3	1.5%							

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	<p><i>Example:</i> Step 1: Canadian Out of Province Surcharge= 420% Step 2: U.S. Exposure Surcharge = <u>10%</u> Total Out of Province Exposure Surcharge 430%</p> <p>In the above example, a 430% surcharge would apply to Liability Premiums.</p>			<p><i>Example:</i> Step 1: Canadian Out of Territory Surcharge= 420% Step 2: U.S. Exposure Surcharge Region 3 = <u>60%</u> Total Out of Territory Exposure Surcharge 480% If applicable, round up to the nearest whole %.</p> <p>In the above example, a 480% surcharge would apply to the Liability Premiums.</p>			US surcharge will now be based on the State and Region where the majority of exposure exists	This may impact premiums
<p>Rule 243</p> <p>13D</p> <p>Endorsements Applicable to POL 1</p>	13D	<p>Comprehensive Cover - Limited Glass Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.</p>	<p>Private Passenger Vehicles, Motor Homes and 'Light' Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.</p>	13D	<p>Comprehensive Cover - Limited Glass Limitation of Glass Coverage Endorsement Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.</p>	<p>Private Passenger Vehicles, Motor Homes and 'Light' Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.</p>	As of March 22, 2022, the name on 13D changed. FA manual needs to be updated for this change. FA has reviewed rules for 13D endorsement and aims to harmonize (if possible) across all jurisdictions	This will not impact premiums
PUBLIC SECTION								
<p>Rule 303 A.3</p> <p>Binding Coverage - New Policies A. Requirements/Procedures for binding new policies</p>	<p>3) The insurance shall take effect as of the time and date the coverage is bound. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date.</p>			<p>3) The insurance shall take effect as of the time and date the coverage is bound, as evidenced by the Application signed by the Insured. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date</p>			To bring FA inline with industry practice	This will not impact premiums

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	<p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>	<p>coverage was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>		
<p>Rule 315.E.c</p> <p>Policy Changes</p> <p>Deletions of Vehicles and Coverages</p>	<p>Deletions of Vehicles and Coverages</p> <p>c) In the event that the vehicle has been sold, and a copy of the bill of sale satisfactory to the Servicing Carrier is produced, the vehicle shall be deleted the day after the vehicle is sold regardless of what that date might be.</p> <p><i>For example:</i> The vehicle was sold June 5. The Servicing Carrier does not receive the request to delete until September 5. If the Insured can produce a satisfactory bill of sale, the Servicing Carrier will delete the vehicle effective 12:01 a.m. June 6.</p>	<p>Deletions of Vehicles and Coverages</p> <p>c) In the event that the vehicle has been sold, and a copy of the bill of sale satisfactory to the Servicing Carrier is produced, the vehicle shall be deleted the day after the vehicle is sold. regardless of what that date might be.</p> <p><i>For example:</i> The vehicle was sold June 5. The Servicing Carrier does not receive the request to delete until September 5. If the Insured can produce a satisfactory bill of sale, the Servicing Carrier will delete the vehicle effective 12:01 a.m. June 6.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>
<p>Rule 315.G</p> <p>Midterm Policy Change Premium Calculation</p>	<p>G. Midterm Policy Change Premium Calculation</p> <p>In regard to the period licensed, period of ownership, the period since the date of an accident, the period since the date of a conviction, the rating is always based on the position as at the effective date of the policy period, (or, in the case of a subsequent addition/substitution of a driver or addition of a vehicle as at the addition/substitution date). Midterm rerating is NOT permissible in respect of changes that occur in regard to those matters during the period of insurance merely because of the lapse of time.</p>	<p>G. Midterm Policy Change Premium Calculation</p> <p>In regard to the period licensed, period of ownership, the period since the date of an accident, the period since the date of a conviction, the rating is always based on the position as at the effective date of the policy period, (or, in the case of a subsequent addition/substitution of a driver or addition of a vehicle as at the addition/substitution date). Midterm rerating is NOT permissible in respect of changes that occur in regard to those matters during the period of insurance merely because of the lapse of time.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>

**FACILITY ASSOCIATION NORTHWEST TERRITORIES RULES AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE NOVEMBER 1, 2023**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies						
	Midterm change due to age is permissible, provided a request is received by the Agent/Broker (or Servicing Carrier if received directly from the Insured) within 30 days of the birthday. If the request is received after 30 days, then the change will be effective at 12:01a.m. following the date the Agent/Broker (or Servicing Carrier if received directly from the Insured) receives the request and back dating will not be permissible.	Midterm change due to age is permissible, provided a request is received by the Agent/Broker (or Servicing Carrier if received directly from the Insured) within 30 days of the birthday. If the request is received after 30 days, then the change will be effective at 12:01a.m. following the date the Agent/Broker (or Servicing Carrier if received directly from the Insured) receives the request and back dating will not be permissible.								
Rule 338: Endorsements Applicable to POL 1 (Owner's Policy) 13D	<table border="1" data-bbox="420 641 987 982"> <tr> <td data-bbox="420 641 520 982">13D</td> <td data-bbox="520 641 682 982">Comprehensive Cover - Limited Glass</td> <td data-bbox="682 641 987 982">Not offered on 'Public Vehicles' as described in the Public Section of this Manual</td> </tr> </table>	13D	Comprehensive Cover - Limited Glass	Not offered on 'Public Vehicles' as described in the Public Section of this Manual	<table border="1" data-bbox="1039 641 1606 982"> <tr> <td data-bbox="1039 641 1113 982">13D</td> <td data-bbox="1113 641 1302 982">Comprehensive Cover - Limited Glass Limitation of Glass Coverage Endorsement</td> <td data-bbox="1302 641 1606 982">Not offered on 'Public Vehicles' as described in the Public Section of this Manual</td> </tr> </table>	13D	Comprehensive Cover - Limited Glass Limitation of Glass Coverage Endorsement	Not offered on 'Public Vehicles' as described in the Public Section of this Manual	As of March 22, 2022, the name on 13D changed. FA manual needs to be updated for this change. FA has reviewed rules for 13D endorsement and aims to harmonize (if possible) across all jurisdictions	This Will not impact premiums
13D	Comprehensive Cover - Limited Glass	Not offered on 'Public Vehicles' as described in the Public Section of this Manual								
13D	Comprehensive Cover - Limited Glass Limitation of Glass Coverage Endorsement	Not offered on 'Public Vehicles' as described in the Public Section of this Manual								
RECREATIONAL SECTION										
Rule 403 A.3 Binding Coverage – New Policies A. Requirements/Procedures for binding new policies	3) The insurance shall take effect as of the time and date the coverage is bound. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage	3) The insurance shall take effect as of the time and date the coverage is bound, as evidenced by the Application signed by the Insured. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date	To bring FA inline with industry practice	This will not impact premiums						

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SUMMARY OF APPROVED RULE CHANGES EFFECTIVE NOVEMBER 1, 2023**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
	<p>was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>	<p>coverage was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>		
<p>Rule 409.C.4</p> <p>Motorcycles & Mopeds</p> <p>C. Rating Notes – Physical Damage</p>	<p>4. Motorcycles 750 cc and over Comprehensive/Specified Perils coverage may not be provided unless:</p> <p>a) Where the vehicle is newly acquired from a dealer, a copy of the purchase agreement (dated within the 15 days prior to the effective date of the insurance) must be attached to the application or the change request. The purchase agreement must confirm the vehicle’s year, make, model, serial number and purchase price.</p> <p>b) The Agent/Broker or an independent appraiser acceptable to the Servicing Carrier has completed the Motorcycle Inspection Report verifying that he/she has seen the vehicle and has verified its licence number, year, make, model and serial number with the information shown on the vehicle registration and on the application. This report must be obtained at the Applicant’s expense and must be attached to the application or change request. If coverage is deleted from the vehicle and added again at a later date, a new inspection must</p>	<p>4. Motorcycles 750 cc and over At the Servicing Carrier discretion, the following may be required to apply Comprehensive/Specified Perils coverage may not be provided unless:</p> <p>a) Bill of Sale: Where the vehicle is newly acquired from a dealer, a copy of the purchase agreement (dated within the 15 days prior to the effective date of the insurance) must be attached to the application or the change request. The purchase agreement must confirm the vehicle’s year, make, model, serial number and purchase price.</p> <p>OR</p> <p>b) Independent Appraisal: The Agent/Broker or an independent appraiser acceptable to the Servicing Carrier has completed the Motorcycle Inspection. The report at minimum should verifying that he/she has seen the vehicle, and has verified its licence number, year, make, model and serial number with the information shown on the vehicle registration and on the application. This report must be obtained at the Applicant’s expense and must be attached to the application or change request.</p>	<p>This is not industry practice and does not been found to be of any usefulness to the underwriting process.</p> <p>Changes the requirement for a motorcycle inspection to the discretion of the Servicing carrier.</p>	<p>This will not impact premiums</p>

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Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
	<p>accompany the request for the addition of coverage.</p> <p>c) When the Insured resides in a remote location and cannot obtain an inspection report from the Agent/Broker or an inspection report at a reasonable cost from an independent appraiser, the Servicing Carrier at their discretion may accept in lieu of an inspection report, a photo of the vehicle and a photo of the VIN on the vehicle along with a copy of the ownership</p>	<p>If coverage is deleted from the vehicle and added again at a later date, a new inspection must accompany the request for the addition of coverage.</p> <p>OR</p> <p>c) Motorcycle Inspection: The Agent/Broker completes the Motorcycle Inspection Report verifying that they have seen the vehicle and has verified its licence number, year, make, model and serial number with the information shown on the vehicle registration and on the application.</p> <p>When the Insured resides in a remote location and cannot obtain an inspection report from the Agent/Broker or an inspection report at a reasonable cost from an independent appraiser, the Servicing Carrier at their discretion may accept in lieu of an inspection report, a photo of the vehicle and a photo of the VIN on the vehicle along with a copy of the ownership</p>	<p>Removed on this paragraph as no longer required.</p>	<p>This will not impact premiums</p>
<p>Rule 416.E.c</p> <p>Policy Changes</p> <p>Deletions of Vehicles and Coverages</p>	<p>Deletions of Vehicles and Coverages</p> <p>c) In the event that the vehicle has been sold, and a copy of the bill of sale satisfactory to the Servicing Carrier is produced, the vehicle shall be deleted the day after the vehicle is sold regardless of what that date might be.</p> <p><i>For example:</i> The vehicle was sold June 5. The Servicing Carrier does not receive the request to delete until September 5. If the Insured can produce a satisfactory bill of sale, the Servicing Carrier will delete the vehicle effective 12:01 a.m. June 6.</p>	<p>Deletions of Vehicles and Coverages</p> <p>c) In the event that the vehicle has been sold, and a copy of the bill of sale satisfactory to the Servicing Carrier is produced, the vehicle shall be deleted the day after the vehicle is sold. regardless of what that date might be.</p> <p><i>For example:</i> The vehicle was sold June 5. The Servicing Carrier does not receive the request to delete until September 5. If the Insured can produce a satisfactory bill of sale, the Servicing Carrier will delete the vehicle effective 12:01 a.m. June 6.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>

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Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies						
<p>Rule 416 G</p> <p>Midterm Policy Change Premium Calculation</p>	<p>G. Midterm Policy Change Premium Calculation In regard to the period licensed, period of ownership, the period since the date of an accident, the period since the date of a conviction, the rating is always based on the position as at the effective date of the policy period, (or, in the case of a subsequent addition/substitution of a driver or addition of a vehicle as at the addition/substitution date). Midterm rerating is NOT permissible in respect of changes that occur in regard to those matters during the period of insurance merely because of the lapse of time.</p> <p>Midterm change due to age is permissible, provided a request is received by the Agent/Broker (or Servicing Carrier if received directly from the Insured) within 30 days of the birthday. If the request is received after 30 days, then the change will be effective at 12:01a.m. following the date the Agent/Broker (or Servicing Carrier if received directly from the Insured) receives the request and back dating will not be permissible.</p>	<p>G. Midterm Policy Change Premium Calculation In regard to the period licensed, period of ownership, the period since the date of an accident, the period since the date of a conviction, the rating is always based on the position as at the effective date of the policy period, (or, in the case of a subsequent addition/substitution of a driver or addition of a vehicle as at the addition/substitution date).</p> <p>Midterm rerating is NOT permissible in respect of changes that occur in regard to those matters during the period of insurance merely because of the lapse of time.</p> <p>Midterm change due to age is permissible, provided a request is received by the Agent/Broker (or Servicing Carrier if received directly from the Insured) within 30 days of the birthday. If the request is received after 30 days, then the change will be effective at 12:01a.m. following the date the Agent/Broker (or Servicing Carrier if received directly from the Insured) receives the request and back dating will not be permissible.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>						
<p>Rule 442</p> <p>13D</p> <p>Endorsements Applicable to POL 1</p>	<table border="1"> <tr> <td data-bbox="422 927 520 1320">13D</td> <td data-bbox="520 927 688 1320">Comprehensive Cover - Limited Glass Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.</td> <td data-bbox="688 927 989 1320">Private Passenger Vehicles, Motor Homes and 'Light' Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.</td> </tr> </table>	13D	Comprehensive Cover - Limited Glass Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.	Private Passenger Vehicles, Motor Homes and 'Light' Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.	<table border="1"> <tr> <td data-bbox="1041 927 1140 1369">13D</td> <td data-bbox="1140 927 1308 1369">Comprehensive Cover - Limited Glass Limitation of Glass Coverage Endorsement Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.</td> <td data-bbox="1308 927 1608 1369">Private Passenger Vehicles, Motor Homes and 'Light' Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.</td> </tr> </table>	13D	Comprehensive Cover - Limited Glass Limitation of Glass Coverage Endorsement Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.	Private Passenger Vehicles, Motor Homes and 'Light' Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.	<p>As of March 22, 2022, the name on 13D changed. FA manual needs to be updated for this change. FA has reviewed rules for 13D endorsement and aims to harmonize (if possible) across all jurisdictions</p>	<p>This will not impact premiums</p>
13D	Comprehensive Cover - Limited Glass Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.	Private Passenger Vehicles, Motor Homes and 'Light' Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.								
13D	Comprehensive Cover - Limited Glass Limitation of Glass Coverage Endorsement Amends the Comprehensive coverage by deleting coverage for damage to glass unless caused by a hazard included in Specified Perils coverage.	Private Passenger Vehicles, Motor Homes and 'Light' Commercial Vehicles (excluding Trailers) Premium charged for reduced coverage is Specified Perils plus 10% of Comprehensive except for deductibles of \$1,000 or over where there is no discount from the full applicable Comprehensive premium. Note: For the purposes of the Automobile Statistical Plan, the reduced coverage is reported as Comprehensive Coverage. Other Vehicles: Not offered.								

**FACILITY ASSOCIATION NORTHWEST TERRITORIES RULES AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE NOVEMBER 1, 2023**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
GARAGE SECTION				
Rule 602.B.1 Application B. Completing the Application	B. Completing the Application When underwriting a garage policy, the following is required: 1. A fully completed and signed current approved Standard Garage Application Form showing the date and time coverage was bound. Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form; therefore, coverage may not be bound as of 12:01 a.m. on the date the application is signed. If there is any other insurance in force in respect of the risk, binding shall not be made effective before the expiry of that other insurance.	B. Completing the Application When underwriting a garage policy, the following is required: 1. A fully completed and signed current approved Standard Garage Application Form showing the date and time coverage was bound, as evidenced by the Application signed by the Insured. Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form; therefore, coverage may not be bound as of 12:01 a.m. on the date the application is signed. If there is any other insurance in force in respect of the risk, binding shall not be made effective before the expiry of that other insurance.	To bring FA in line with industry practices.	This will not impact premiums
Rule 602.D Application Item 3 of the Application	D. Item 3 of the Application Specify the principal business e.g. Automobile Dealer. Should the risk have other business in respect of which automobile insurance is to be provided, then it must be listed. Any business/operation not listed is not covered.	D. Item 3 of the Application Specify the principal business e.g. Automobile Dealer, as well as dealer/Service Plate Numbers. Should the risk have other business in respect of which automobile insurance is to be provided, then it must be listed. Any business/operation/plate number not listed is not covered.	The Plate Number will now be added on Item 3, which will eliminate the need for Plate Searches.	This will not impact premiums
Rule 611.A Renewals Renewal processing	A. Renewal processing If the renewal involves a vehicle for which proof of insurance has been filed or is required, refer to Rule 608: Proof of Insurance. Prior to the expiry date of the policy, the Servicing Carrier shall ask the Agent/Broker to have a new Garage Rating / Underwriting Supplement completed and signed to update the information on record for the upcoming renewal term. Such a request shall be made well in advance of the expiry date because of the need to issue the renewal policy before the insurance expires.	A. Renewal processing If the renewal involves a vehicle for which proof of insurance has been filed or is required, refer to Rule 608: Proof of Insurance. Every 2 nd renewal, prior to the expiry date of the policy, the Servicing Carrier shall ask the Agent/Broker to have a new Garage Rating / Underwriting Supplement completed and signed to update the information on record for the upcoming renewal term. Such a request shall be made well in advance of the expiry date because of the need to issue the renewal policy before the insurance	This is to reduce the number of times the Servicing Carrier needs to request a Garage Supplement.	This will not impact premiums This will not impact premiums

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Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
		expires. The onus remains on the Broker to communicate any changes to the policy between Garage Supplement requests.		
Rule 614.C Inspection Reports	<p>C. Inspection Reports An underwriting report (Sentinel, Equifax, IAO etc.) must be ordered by the Servicing Carrier on every new garage risk. If the information in the underwriting report is not consistent with the information in the Garage Rating/ Underwriting Supplement or the garage application, the Agent/Broker, Insured and underwriting report company must be queried to resolve the inconsistency. In the event that the inconsistency cannot be resolved the matter must be referred to Facility Association Central Office.</p>	<p>C. Inspection Reports An underwriting report (Sentinel, Equifax, IAO etc.) must maybe ordered by at the Servicing Carrier's discretion on every new garage risk. If the information in the underwriting report is not consistent with the information in the Garage Rating/ Underwriting Supplement or the garage application, the Agent/Broker, Insured and underwriting report company must be queried to resolve the inconsistency. In the event that the inconsistency cannot be resolved the matter must be referred to Facility Association Central Office.</p> <p>If the information received is different from than reported on the application, to the extent that the premium requires amendment, the policy shall be issued at the revised premium and coverage or the Servicing Carrier shall promptly issue a correcting policy change.</p>	<p>Rule change to be at the Servicing Carriers discretion.</p> <p>Paragraph added to be consistent with all jurisdiction.</p>	<p>This will not impact premiums</p>
Rule 614.D Vehicle Plate Search Report	<p>D. Vehicle Plate Search Report In some jurisdictions it is possible to order a report which provides a list of all vehicle plates belonging to an individual or business. In addition, the list may include vehicles leased by the Insured to other and vehicles leased to the Insured.</p> <p>Where the report indicates that plates are lost, stolen or returned or the Insured can provide proof of such a situation, no charge will be made for those plates. The circumstances must be clearly documented in the Servicing Carrier's file. Where available this report must be ordered by the Servicing Carrier on every new garage risk and at each renewal.</p> <p>NOTE: Where it is possible to order both an inspection report and a vehicle plate search report, the vehicle plate</p>	<p>**REMOVED**</p>	<p>Rule deleted as Plate will now be shown on the Application and if not shown will not be covered</p>	<p>This will not impact premiums</p>

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Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
	<p>search report must be ordered. It is not necessary to order both. In those circumstances where both reports are necessary to properly assess the risk, both reports may be ordered.</p> <p>If the information received in the Inspection Report or Vehicle Plate Search Report is different from that reported on the application, to the extent that the premium requires amendment, the policy shall be issued at the revised premium and coverage or the Servicing Carrier shall promptly issue a correcting policy change.</p>	<p>**REMOVED**</p>	<p>Rule deleted as Plate will now be shown on the Application and if not shown will not be covered</p>	<p>This will not impact premiums</p>
<p>DRIVER'S POLICY SECTION</p>				
<p>Rule 704.A.3</p> <p>Binding Coverage – New Policies</p> <p>A. Requirements/Procedures for binding new policies</p>	<p>3) The insurance shall take effect as of the time and date the coverage is bound. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>	<p>3) The insurance shall take effect as of the time and date the coverage is bound, as evidenced by the Application signed by the Insured. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>

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SUMMARY OF APPROVED RULE CHANGES EFFECTIVE NOVEMBER 1, 2023**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
NON OWNED SECTION				
<p>Rule 803.A.3</p> <p>Binding Coverage – New Policies A. Requirements/P rocedures for binding new policies</p>	<p>3) The insurance shall take effect as of the time and date the coverage is bound. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>	<p>3) The insurance shall take effect as of the time and date the coverage is bound, as evidenced by the Application signed by the Insured. <i>Under no circumstances may coverage be shown as effective prior to the date and time of completion of the application form. Therefore coverage may not be bound as of 12:01 a.m. on the date the application is signed.</i> However, except when the binding time is 12:01 a.m. of a future date, the policy shall be shown as effective at 12:01 a.m. on the day following the date coverage was bound. The premium rates to be applied are those in effect on the binding date.</p> <p><i>For example:</i></p> <p>a) Coverage is bound at 1:00 p.m. on June 1. The application is signed on June 1. The policy will be issued showing an effective date of 12:01 a.m. June 2. However, the coverage is in effect as of 1:00 p.m. on June 1.</p> <p>b) Coverage is bound as of 12:01 a.m. June 1. The application was signed on May 29. The policy will be issued showing an effective date of 12:01 a.m. June 1.</p>	<p>To bring FA inline with industry practice</p>	<p>This will not impact premiums</p>
<p>Rule 812.F</p> <p>Minimum Premium / Minimum Retain Premium</p>	<p>F. Minimum Premium / Minimum Retained Premium</p> <p>The minimum premium for POL 6 (Non-Owned Automobile Policy) shall be \$250 and the minimum retained premium, in the event of cancellation, shall be \$250.</p>	<p>F. Minimum Premium / Minimum Retained Premium</p> <p>The minimum premium for POL 6 (Non-Owned Automobile Policy) shall be \$250 \$400 and the minimum retained premium, in the event of cancellation, shall be \$250 \$400.</p>	<p>Increases minimum policy premium and minimum retained premium.</p>	<p>This may impact premiums</p>

June 2023

**Manual of Rules and Rates
NORTHWEST TERRITORIES**

**2023 Private Passenger CLEAR Rate Group Tables and
2023 Commercial Rate Group Tables
Effective October 1, 2023 (New Business and Renewals)**

Effective October 1, 2023 Facility Association is implementing the following update for new business and renewals in Northwest Territories:

- 2023 Private Passenger CLEAR Rate Group Tables now having an amended range of 1-12 for Accident Benefits rate groups;
- 2023 Commercial Rate Group Tables (Tables I and II);

The Facility Association website www.facilityassociation.com has been updated with this information.

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