

## Attachment B to the Application for costs of CAC Manitoba\*

Issue	In Scope	Qualified In Scope
Requested rate (no overall rate change, no RSR rebuilding fee, no changes to other fees and discounts)	√	
Financial forecast accuracy (forecast versus actual results)	√	
Projected financial results	√	
Changes in cost allocation methodology	√	
DCAT and the target RSR/total equity levels	√	
Asset Liability Management Study	√	<p><b>Relates to risk of basic, DCAT study, reasonable reserves and prudent practice – See also Order 98/14</b></p>
Performance of the investment portfolio and the content of the portfolio	√	<p><b>Relates to risk of basic, DCAT study, reasonable reserves and prudent practice – See also Order 98/14</b></p>
Investment Policy Statement	√	<p><b>Relates to risk of basic, DCAT study, reasonable reserves and prudent practice – See also Order 98/14</b></p>
Road safety, loss prevention and a review of related expenditures	√	<p><b>Relates to risks of corporation and to prudence and reasonableness of expenditures – See also Order 98/14</b></p>
Cost of Basic operations and cost containment	√	<p><b>Prudence and reasonableness of expenditures is a central element of s. 77 of PUB Act (just and reasonable rates) and s. 26(4) of CCPRAA – See also Order 98/14</b></p>
Claims forecasting (including B13)	√	
Benchmarking, including with respect to other provinces	√	

Issue	In Scope	Qualified In Scope
Interest rate forecasting methodology	√	
Disposition of excess reserves in the Extension and SRE lines of business		<u>√</u> should be qualified in scope but relates to RSR Rebuilding and Rebate policy as the availability of excess reserves may be a factor in the pace or necessity of rebuilding – See also Order 98/14
New or enhanced Basic services being developed or examined by MPI	<u>√</u>	<b>May be relevant to risks for ratepayers and potential future costs – See also Order 98/14</b>
Alternate rate indications based on accepted actuarial practice in Canada	√	
Run-off of prior year claims during 2014/15	√	
IT strategy and projects including the Physical Damage Re-engineering Project	<u>√</u>	<b>Prudence and reasonableness of expenditures is a central element of s. 77 of PUB Act (just and reasonable rates) and s. 26(4) of CCPRAA – See also Order 98/14</b>
A variety of other issues that may arise	<u>√</u>	<b>√Depends on the issue</b>

\*CAC Manitoba has used the format employed by MPI in its correspondence of June 19, 2015. Where CAC Manitoba has disagreed with the characterization by MPI of the appropriate treatment of the issue, it has underlined the check mark and **put its comments in bold**.

CAC Manitoba has prepared a preliminary list of issues it may wish to canvass as Attachment A.