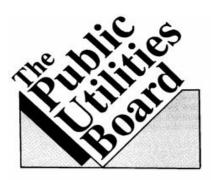
News Release



NOTICE OF DECISION

December 3, 2012

By Order 157/12, following the Public Utilities Board's (Board or PUB) public hearing of Manitoba Public Insurance's (MPI) 2013/14 Basic premiums and fees application, PUB approved MPI's application for no overall rate level change in compulsory Motor Vehicle Premiums for the 2013/14 insurance year, effective March 1, 2013. The Board also approved MPI's request that there be no change in Vehicle Premium Discounts, Fleet Rebates or Surcharges, Service and Transaction Fees, Permit and Certificate rates or the discount provided to customers with approved, installed anti-theft devices.

The Board approved MPI's requested changes to the Driver's License Premiums on the Driver Safety Rating (DSR) scale, at demerit levels -1 to -20, to a maximum of \$2,500.

The Board also approved proposed changes to MPI's Cost Allocation Methodology.

The Board orders that the Corporation develop productivity factors of its operating and claims expenses to enable the assessment of MPI's cost containment measures.

The Board orders that a Road Safety Research Technical Conference take place to discuss Road Safety matters, involving interveners and community partners.

In this application, major use classifications receive different vehicle premium impacts as follows:

Major Class	Overall Percentage Change
Private Passenger	0.0%
Commercial	- 5.0%
Public	+ 3.3%
Motorcycle	- 0.2%
Trailers	+ 6.3%
Off-road vehicles	+ 14.3%
Overall	0.0%

While these vehicle premium impacts result in an overall rate level change of 0%, this does not translate into static rates for all motorists. Rather, they result in a rate decrease for 42.3% of vehicles, no change in rates for 2.3% of vehicles, and a rate increase for 55.5% of vehicles. Details of the dollar change impact by number of vehicles within the overall fleet are as follows:

\$ Change	# of Vehicles	% of Vehicles
Decrease of \$200 or more	266	0.0%
Decrease of \$150 to \$200	1,177	0.1%
Decrease of \$100 to \$150	6,817	0.7%
Decrease of \$50 to \$100	51,773	5.1%
Decrease of \$20 to \$50	136,523	13.4%
Decrease of less than \$20	233,975	23.0%
No change	23,154	2.3%
Increase of \$1 to \$20	359,291	35.3%
Increase of \$20 to \$50	162,764	16.0%
Increase of \$50 to \$100	42,166	4.1%
Increase of \$100 to \$150	446	0.0%
Increase of \$150 to \$300	218	0.0%
Increase of \$300 or more	637*	0.1%
GRAND TOTAL	1,019,207	

^{*}all Taxis

Some 219,000 vehicles experiencing increased rates are off road vehicles and trailers.

This Order reflects the Board's findings on matters, which arose over the course of the proceeding through oral testimony and documentary evidence. Public access to the full transcripts of the hearing, including cross-examination, presentations and closing statements as well a copy of this Order, Order 157/12 are available on the Board's website, www.pub.gov.mb.ca or from the Board's Office.

The Public Utilities Board 400 – 330 Portage Avenue Winnipeg, MB R3C 0C4 Telephone: (204) 945-2638 Facsimile: (204) 945-2643

Toll Free: 1-866-854-3698 Email:publicutilities@gov.mb.ca