

May 2021

**Manual of Rules and Rates
PRINCE EDWARD ISLAND**

**Revised Taxis Rates, Motorcycle & Moped Rates,
Snow Vehicle Rates, Interurban Rates and Various Rule Changes
Effective September 1, 2021 (New Business and Renewals)**

Effective September 1, 2021 Facility Association is implementing the following updates for new business and renewals in Prince Edward Island:

- Taxis Rates +12.3%.
- Motorcycle & Moped Rates +16.2%
- Snow Vehicle Rates +14.1%
- Interurban Rates +6.3%
- There are amended rule changes in various sections of the manual. A summary of the rule changes is attached to the Manual Bulletin on the Facility Association website.

Rates may vary depending on individual policy circumstances. Since the base premiums and revised rate pages have been sent to you already, only a copy of the Manual Bulletin is attached.

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 PRINCE EDWARD ISLAND RULE AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE SEPTEMBER 1, 2021**

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623.B.b & a	<p>b. Minor The list of minor convictions is not all inclusive and other moving violations, including new offences added to an Act governing highway traffic, may be considered Minor, whether committed within or outside Canada, if not specifically named in the Major or Serious list, including but not limited to:</p> <p>...</p> <ul style="list-style-type: none"> - Using handheld/operated electronic/wireless device 	<p>a. Major Convictions for any of the following offences under any Act governing highway traffic or for any offence substantially the same whether committed within or outside Canada:</p> <p>...</p> <ul style="list-style-type: none"> - Using a hand held wireless communication/entertainment device 	Amends the named convictions from 'Minor' to 'Major' to align FA with treatment in the standard market	This will impact premiums																																												
623.B.a & c	<p>a. Major Convictions for any of the following offences under any Act governing highway traffic or for any offence substantially the same whether committed within or outside Canada:</p> <ul style="list-style-type: none"> - Failure to stop on request of or obey directions of a police officer. - Stunting 	<p>c. Serious Convictions for any of the following offences under the Criminal Code of Canada or under any Act governing highway traffic or under any other Act or for any offence substantially the same whether committed within or outside Canada or any conviction which appears on a Driver Record abstract identified as a Criminal Code conviction:</p> <ul style="list-style-type: none"> - Failure to stop on request of or obey directions of a police officer. - Stunting 	Amends the named convictions from 'Major' to 'Serious' to align FA with treatment in the standard market	This will impact premiums																																												

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULE AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE SEPTEMBER 1, 2021**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies																																												
623.D.c Accident and Conviction Surcharge, Conviction Definition: Serious	NEW	<p>c. Serious Convictions for any of the following offences under the Criminal Code of Canada. Where a conviction shown below is not recorded on the Driver Record Abstract as a Criminal Code Conviction but is shown under any Act governing highway traffic or any other Act within or outside Canada:</p> <ul style="list-style-type: none"> - Failure to have alcohol ignition interlock device installed and functioning when it is a requirement for driver's licence reinstatement - Driver in the alcohol ignition interlock device programme operating a vehicle not so equipped - Driver under 22 years of age with alcohol in blood 	<p>Adds conviction that was missing in specified jurisdiction</p> <p>Conviction is treated as Serious in all other Jurisdictions in which FA operates</p>	This will affect premiums.																																												
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724.D.b & a Accident and Conviction Surcharge, Conviction Definition: Minor and Major	<p>b. Minor The list of minor convictions is not all inclusive and other moving violations, including new offences added to an Act governing highway traffic, may be considered Minor, whether committed within or outside Canada, if not specifically named in the Major or Serious list, including but not limited to:</p> <p>...</p> <ul style="list-style-type: none"> - Using handheld/operated electronic/wireless device 	<p>a. Major Convictions for any of the following offences under any Act governing highway traffic or for any offence substantially the same whether committed within or outside Canada:</p> <p>...</p> <ul style="list-style-type: none"> - Using a hand held wireless communication/entertainment device 	Amends the named convictions from 'Minor' to 'Major' to align FA with treatment in the	This will impact premiums																																												

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SUMMARY OF APPROVED RULE CHANGES EFFECTIVE SEPTEMBER 1, 2021**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
<p>724.D.a & c</p> <p>Accident and Conviction Surcharge, Conviction Definition: Major and Serious</p>	<p>a. Major Convictions for any of the following offences under any Act governing highway traffic or for any offence substantially the same whether committed within or outside Canada:</p> <ul style="list-style-type: none"> - Failure to stop on request of or obey directions of a police officer. - Stunting 	<p>c. Serious Convictions for any of the following offences under the Criminal Code of Canada or under any Act governing highway traffic or under any other Act or for any offence substantially the same whether committed within or outside Canada or any conviction which appears on a Driver Record abstract identified as a Criminal Code conviction:</p> <ul style="list-style-type: none"> - Failure to stop on request of or obey directions of a police officer. - Stunting 	<p>standard market</p> <p>Amends the named convictions from 'Major' to 'Serious' to align FA with treatment in the standard market</p>	<p>This will impact premiums</p>
<p>724.D.c</p> <p>Accident and Conviction Surcharge, Conviction Definition: Serious</p>	<p>NEW</p>	<p>c. Serious Convictions for any of the following offences under the Criminal Code of Canada. Where a conviction shown below is not recorded on the Driver Record Abstract as a Criminal Code Conviction but is shown under any Act governing highway traffic or any other Act within or outside Canada:</p> <ul style="list-style-type: none"> - Failure to have alcohol ignition interlock device installed and functioning when it is a requirement for driver's licence reinstatement - Driver in the alcohol ignition interlock device programme operating a vehicle not so equipped - Driver under 22 years of age with alcohol in blood 	<p>Adds conviction that was missing in specified jurisdiction</p> <p>Conviction is treated as Serious in all other Jurisdictions in which FA operates</p>	<p>This will affect premiums.</p>



May 2021

**Manual of Rules and Rates
PRINCE EDWARD ISLAND**

**Various Rule Changes
Effective September 1, 2021 (New Business and Renewals)**

Effective September 1, 2021 Facility Association is implementing the following updates for new business and renewals in Prince Edward Island:

- There are amended rule changes in various sections of the manual. A summary of the rule changes is 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 PRINCE EDWARD ISLAND RULE AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE SEPTEMBER 1, 2021**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
PRIVATE PASSENGER SECTION				
149.A Fleets, Definition	NEW	<p>Vehicles under 'common management' will be considered where the Named Insured has assumed full responsibility for the payment of insurance premiums and agreement is in place between the Named Insured and Vehicle Owner, demonstrating the following:</p> <ol style="list-style-type: none"> 1. The Named Insured is responsible for the assignment of driver schedules and routes, ensuring compliance with hours of work regulations and 2. The Named Insured maintains records of and deems acceptable all drivers who may operate a Vehicle and 3. Vehicles and all associated drivers adhere to the vehicle and driver safety standards of the Named Insured, and 4. Vehicles and all associated drivers adhere to the Named Insured means and methods of work, including risk management practices, code of conduct, training and service standards, and 5. Failure to adhere to any of the above will result in the termination of the agreement between the Named Insured and Vehicle Owner. <p>A signed 'Facility Association Common Management Attestation', signed by the Named Insured and a copy of the common management agreement must accompany all new business applications.</p> <p>A copy of the common management agreement will be required on subsequent renewals to maintain experience rating.</p> <p>The Servicing Carrier reserves the right to deny experience rating in the event the above criteria are not met, and fails to otherwise meet other fleet rating criteria outlined under Rule 149.</p>	<p>Proposes a definition of "Common Management" to be used to determine if a risk is to be fleet rated.</p>	<p>This change will not impact premiums.</p> <p>Risks that to not meet this criteria will be rated on an individually rated basis.</p>

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Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
149.B Fleets, Fleet Rating	<p>Experience rating includes the following:</p> <ul style="list-style-type: none"> • Losses are taken into account in rating even if there was no insurance in effect or the loss was repaid to the insurer by or on behalf of the insured or if the insured chose not to present the claim. • Claims (paid by the previous insurer, reimbursed to the previous insurer or paid by the insured) outside the coverage on the application. • Any amount paid back by the insured due to an END 8 on the policy with the prior insurer. • Claims falling within a specific deductible not offered by FA e.g. on an occurrence basis regardless of the coverage involved in the loss. • Amounts above FA deductibles when the prior insurer had higher deductibles. • Losses falling within any special agreements with the prior insurer. <p>NOTE: Full experience details must be obtained directly from the prior insurer to ensure all information on the risk is provided.</p>	<p>Experience rating includes the following:</p> <ul style="list-style-type: none"> • All losses (At-Fault and Not-at-fault) are always taken into account in rating even if there was no insurance in effect or the loss was repaid to the Insurer by or on behalf of the Insured or if the Insured chose not to present the claim; • Claims (paid by the previous Insurer, reimbursed to the previous Insurer or paid by the Insured) outside the coverage on the application; • Any amount paid back by the Insured due to an END 8 on the policy with the prior Insurer; • Claims falling within a specific deductible not offered by FA e.g. on an occurrence basis regardless of the coverage involved in the loss; • Amounts above FA deductibles when the prior Insurer had higher deductibles; • Losses falling within any special agreements with the prior Insurer. <p>NOTE: Full experience details must be obtained directly from the prior Insurer to ensure all information on the risk is provided.</p>	Clarifies existing wording to indicate that at-fault and not-at-fault losses are used in fleet experience rating.	Will not impact premiums.
COMMERCIAL SECTION				
239.A Fleets, Definition	NEW	<p>Vehicles under 'common management' will be considered where the Named Insured has assumed full responsibility for the payment of insurance premiums and agreement is in place between the Named Insured and Vehicle Owner, demonstrating the following:</p> <ol style="list-style-type: none"> 1. the Named Insured is responsible for the assignment of driver schedules and routes, ensuring compliance with hours of work regulations and 2. The Named Insured maintains records of and deems acceptable all drivers who may operate a Vehicle and 3. Vehicles and all associated drivers adhere to the vehicle and driver safety standards of the Named Insured, and 	Proposes a definition of "Common Management" to be used to determine if a risk is to be fleet rated.	This change will not impact premiums. Risks that to not meet this criteria will be rated on an individually rated basis.

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULE AND RATES MANUAL
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Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
		<p>4. Vehicles and all associated drivers adhere to the Named Insured means and methods of work, including risk management practices, code of conduct, training and service standards, and</p> <p>5. Failure to adhere to any of the above will result in the termination of the agreement between the Named Insured and Vehicle Owner.</p> <p>A signed 'Facility Association Common Management Attestation', signed by the Named Insured and a copy of the common management agreement must accompany all new business applications.</p> <p>A copy of the common management agreement will be required on subsequent renewals to maintain experience rating.</p> <p>The Servicing Carrier reserves the right to deny experience rating in the event the above criteria are not met, and fails to otherwise meet other fleet rating criteria outlined under Rule 239.</p>		
239.B Fleets, Fleet Rating	<p>Experience rating includes the following:</p> <ul style="list-style-type: none"> • Losses are taken into account in rating even if there was no insurance in effect or the loss was repaid to the insurer by or on behalf of the insured or if the insured chose not to present the claim. • Claims (paid by the previous insurer, reimbursed to the previous insurer or paid by the insured) outside the coverage on the application. • Any amount paid back by the insured due to an END 8 on the policy with the prior insurer. • Claims falling within a specific deductible not offered by FA e.g. on an occurrence basis regardless of the coverage involved in the loss. • Amounts above FA deductibles when the prior insurer had higher deductibles. • Losses falling within any special agreements with the prior insurer. 	<p>Experience rating includes the following:</p> <ul style="list-style-type: none"> • All losses (At-Fault and Not-at-fault) are always taken into account in rating even if there was no insurance in effect or the loss was repaid to the Insurer by or on behalf of the Insured or if the Insured chose not to present the claim; • Claims (paid by the previous Insurer, reimbursed to the previous Insurer or paid by the Insured) outside the coverage on the application; • Any amount paid back by the Insured due to an END 8 on the policy with the prior Insurer; • Claims falling within a specific deductible not offered by FA e.g. on an occurrence basis regardless of the coverage involved in the loss; • Amounts above FA deductibles when the prior Insurer had higher deductibles; 	Clarifies existing wording to indicate that at-fault and not-at-fault losses are used in fleet experience rating.	Will not impact premiums.

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Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
	NOTE: Full experience details must be obtained directly from the prior insurer to ensure all information on the risk is provided.	<ul style="list-style-type: none"> Losses falling within any special agreements with the prior Insurer. NOTE: Full experience details must be obtained directly from the prior Insurer to ensure all information on the risk is provided.		
PUBLIC SECTION				
335.A Fleets, Definition	NEW	Vehicles under 'common management' will be considered where the Named Insured has assumed full responsibility for the payment of insurance premiums and agreement is in place between the Named Insured and Vehicle Owner, demonstrating the following: <ol style="list-style-type: none"> the Named Insured is responsible for the assignment of driver schedules and routes, ensuring compliance with hours of work regulations and The Named Insured maintains records of and deems acceptable all drivers who may operate a Vehicle and Vehicles and all associated drivers adhere to the vehicle and driver safety standards of the Named Insured, and Vehicles and all associated drivers adhere to the Named Insured means and methods of work, including risk management practices, code of conduct, training and service standards, and Failure to adhere to any of the above will result in the termination of the agreement between the Named Insured and Vehicle Owner. <p>A signed 'Facility Association Common Management Attestation', signed by the Named Insured and a copy of the common management agreement must accompany all new business applications.</p> <p>A copy of the common management agreement will be required on subsequent renewals to maintain experience rating.</p>	Proposes a definition of "Common Management" to be used to determine if a risk is to be fleet rated.	This change will not impact premiums. Risks that to not meet this criteria will be rated on an individually rated basis.

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULE AND RATES MANUAL
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		The Servicing Carrier reserves the right to deny experience rating in the event the above criteria are not met, and fails to otherwise meet other fleet rating criteria outlined under Rule 335.		
335.B Fleets, Fleet Rating	<p>Experience rating includes the following:</p> <ul style="list-style-type: none"> • Losses are taken into account in rating even if there was no insurance in effect or the loss was repaid to the insurer by or on behalf of the insured or if the insured chose not to present the claim. • Claims (paid by the previous insurer, reimbursed to the previous insurer or paid by the insured) outside the coverage on the application. • Any amount paid back by the insured due to an END 8 on the policy with the prior insurer. • Claims falling within a specific deductible not offered by FA e.g. on an occurrence basis regardless of the coverage involved in the loss. • Amounts above FA deductibles when the prior insurer had higher deductibles. • Losses falling within any special agreements with the prior insurer. <p>NOTE: Full experience details must be obtained directly from the prior insurer to ensure all information on the risk is provided.</p>	<p>Experience rating includes the following:</p> <ul style="list-style-type: none"> • All losses (At-Fault and Not-at-fault) are always taken into account in rating even if there was no insurance in effect or the loss was repaid to the Insurer by or on behalf of the Insured or if the Insured chose not to present the claim; • Claims (paid by the previous Insurer, reimbursed to the previous Insurer or paid by the Insured) outside the coverage on the application; • Any amount paid back by the Insured due to an END 8 on the policy with the prior Insurer; • Claims falling within a specific deductible not offered by FA e.g. on an occurrence basis regardless of the coverage involved in the loss; • Amounts above FA deductibles when the prior Insurer had higher deductibles; • Losses falling within any special agreements with the prior Insurer. <p>NOTE: Full experience details must be obtained directly from the prior Insurer to ensure all information on the risk is provided.</p>	Clarifies existing wording to indicate that at-fault and not-at-fault losses are used in fleet experience rating.	Will not impact premiums.
RECREATIONAL SECTION				
409.B. Motorcycles & Mopeds, Driving Record	<p>1. Calculating Driving Record with a Licence Suspension/Cancellation/Lapse</p> <p>Suspension of Operator’s Licence can be one of two types:</p> <p>A. Suspension for cause: A driver’s licence suspension or cancellation for more than two weeks resulting from a conviction or an accumulation of demerit points.</p> <p>B. Administrative Suspension/Cancellation/Lapse: A</p>	<p>1. Calculating Driving Record with a Licence Suspension/Cancellation/Lapse</p> <p>Suspension of Operator’s Licence can be one of two types:</p> <p>A. Suspension for cause: A driver’s licence suspension or cancellation for more than two weeks resulting from a conviction or an accumulation of demerit points.</p> <p>B. Administrative Suspension/Cancellation/Lapse: A</p>	Updates the current rule to include the maximum DR applicable on Motorcycle /Mopeds	This will not impact premiums.

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULE AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE SEPTEMBER 1, 2021**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
	<p>suspension/cancellation/lapse for one year or more for any reason other than those outlined in item A.</p> <p>A. With suspensions for cause For the total of all suspensions within the last 3 years, deduct 1 year for each year (or partial year) of suspension from the driving record.</p> <p><i>Examples:</i> i. Principal operator is eligible for driving record 3. Has 6 month suspension for demerit points. Now qualifies for driving record 2.</p> <p>ii. Principal operator is eligible for driving record 3. Has been reinstated May 1, 2005 after an 18 month suspension for convictions. Policy is effective June 1, 2005. Now qualifies for Driving Record 1.</p> <p>B. With administrative suspensions/cancellation/lapse:</p> <ul style="list-style-type: none"> • If the total time suspended/cancelled/lapsed is less than 1 year in the past 3 years, the driving record will not be affected. • If the total time suspended/cancelled/lapsed is 1 year or more in the past 3 years, the driving record will be reduced by 1 for every year (or partial year) suspended/ cancelled/ lapsed. <p><i>Examples:</i> i. Risk is eligible for Driving Record 3. One operator has 10 month suspension for unpaid fines. Now qualifies for Driving Record 3.</p> <p>ii. Risk is eligible for Driving Record 3. One operator has 24 month suspension for unpaid fines. Now qualifies for Driving Record 1.</p> <p>If the licence of the person reported as the principal operator is currently suspended/ cancelled/ lapsed see Rule 431: Suspension of Operator’s Licence.</p>	<p>suspension/cancellation/lapse for one year or more for any reason other than those outlined in item A.</p> <p>A. With suspensions for cause</p> <ul style="list-style-type: none"> • For the total of all suspensions within the last 5 years, deduct 1 year for each year (or partial year) of suspension from the driving record (maximum Driving Record 3). <p><i>Examples:</i> i. Principal operator is eligible for driving record 4. Has 6 month suspension for demerit points. Now qualifies for driving record 3.</p> <p>ii. Principal operator is eligible for driving record 4. Has been reinstated May 1, 2005 after an 18 month suspension for convictions. Policy is effective June 1, 2005. Now qualifies for Driving Record 2.</p> <p>B. With administrative suspensions/cancellation/lapse:</p> <ul style="list-style-type: none"> • If the total time suspended/cancelled/lapsed is less than 1 year in the past 5 years, the driving record will not be affected. • If the total time suspended/cancelled/lapsed is 1 year or more in the past 5 years, the driving record will be reduced by 1 for every year (or partial year) suspended/ cancelled/ lapsed. <p><i>Examples:</i> i. Risk is eligible for Driving Record 4. One operator has 10 month suspension for unpaid fines. Now qualifies for Driving Record 4.</p> <p>ii. Risk is eligible for Driving Record 4. One operator has 24 month suspension for unpaid fines. Now qualifies for Driving Record 2.</p> <p>If the licence of the person reported as the principal operator is currently suspended/ cancelled/ lapsed see Rule 431: Suspension of Operator’s Licence.</p>		

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SUMMARY OF APPROVED RULE CHANGES EFFECTIVE SEPTEMBER 1, 2021**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies																																				
	<p>Ignition Interlock Under the Interlock Programme, the length of the licence suspension shall be calculated from the date the licence was suspended to the date the Interlock Programme was entered.</p> <p><i>For example:</i> License was suspended from January 1 to July 1. The driver entered the Interlock Programme on March 1. The total time the driver's licence is considered to have been suspended is 2 months (January 1 to March 1) not 6 months.</p> <p>Regardless of the period during which an operator has held a Learner's Licence/Permit or Level One Licence, the risk will qualify for only Driving Record 0 until a regular motorcycle licence is obtained.</p> <table border="1" data-bbox="470 748 1018 911"> <thead> <tr> <th>Years Licenced</th> <th>Learner's Level 1</th> <th>Valid or Level 2</th> </tr> </thead> <tbody> <tr> <td>Less than 1</td> <td>0</td> <td>0</td> </tr> <tr> <td>1 year</td> <td>0</td> <td>1</td> </tr> <tr> <td>2 years</td> <td>0</td> <td>2</td> </tr> <tr> <td>3 years</td> <td>0</td> <td>3</td> </tr> </tbody> </table>	Years Licenced	Learner's Level 1	Valid or Level 2	Less than 1	0	0	1 year	0	1	2 years	0	2	3 years	0	3	<p>Ignition Interlock Under the Interlock Programme, the length of the licence suspension shall be calculated from the date the licence was suspended to the date the Interlock Programme was entered.</p> <p><i>For example:</i> License was suspended from January 1 to July 1. The driver entered the Interlock Programme on March 1. The total time the driver's licence is considered to have been suspended is 2 months (January 1 to March 1) not 6 months.</p> <p>Regardless of the period during which an operator has held a Learner's Licence/Permit or Level One Licence, the risk will qualify for only Driving Record 0 until a regular motorcycle licence is obtained.</p> <table border="1" data-bbox="1052 748 1619 959"> <thead> <tr> <th>Years Licenced</th> <th>Learner's Level 1</th> <th>Valid or Level 2</th> </tr> </thead> <tbody> <tr> <td>Less than 1</td> <td>0</td> <td>0</td> </tr> <tr> <td>1 year</td> <td>0</td> <td>1</td> </tr> <tr> <td>2 years</td> <td>0</td> <td>2</td> </tr> <tr> <td>3 years</td> <td>0</td> <td>3</td> </tr> <tr> <td>4 years</td> <td>0</td> <td>4</td> </tr> <tr> <td>5 years</td> <td>0</td> <td>5</td> </tr> </tbody> </table>	Years Licenced	Learner's Level 1	Valid or Level 2	Less than 1	0	0	1 year	0	1	2 years	0	2	3 years	0	3	4 years	0	4	5 years	0	5		
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438.A Fleets, Definition	NEW	<p>Vehicles under 'common management' will be considered where the Named Insured has assumed full responsibility for the payment of insurance premiums and agreement is in place between the Named Insured and Vehicle Owner, demonstrating the following:</p> <ol style="list-style-type: none"> the Named Insured is responsible for the assignment of driver schedules and routes, ensuring compliance with hours of work regulations and The Named Insured maintains records of and deems acceptable all drivers who may operate a Vehicle and 	Proposes a definition of "Common Management" to be used to determine if a risk is to be fleet rated.	This change will not impact premiums. Risks that do not meet this criteria will be rated on an individually rated basis.																																				

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULE AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE SEPTEMBER 1, 2021**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
		<p>3. Vehicles and all associated drivers adhere to the vehicle and driver safety standards of the Named Insured, and</p> <p>4. Vehicles and all associated drivers adhere to the Named Insured means and methods of work, including risk management practices, code of conduct, training and service standards, and</p> <p>5. Failure to adhere to any of the above will result in the termination of the agreement between the Named Insured and Vehicle Owner.</p> <p>A signed 'Facility Association Common Management Attestation', signed by the Named Insured and a copy of the common management agreement must accompany all new business applications.</p> <p>A copy of the common management agreement will be required on subsequent renewals to maintain experience rating.</p> <p>The Servicing Carrier reserves the right to deny experience rating in the event the above criteria are not met, and fails to otherwise meet other fleet rating criteria outlined under Rule 438.</p>		
438.B Fleets, Fleet Rating	<p>Experience rating includes the following:</p> <ul style="list-style-type: none"> • Losses are taken into account in rating even if there was no insurance in effect or the loss was repaid to the insurer by or on behalf of the insured or if the insured chose not to present the claim. • Claims (paid by the previous insurer, reimbursed to the previous insurer or paid by the insured) outside the coverage on the application. • Any amount paid back by the insured due to an END 8 on the policy with the prior insurer. • Claims falling within a specific deductible not offered by FA e.g. on an occurrence basis regardless of the coverage involved in the loss. 	<p>Experience rating includes the following:</p> <ul style="list-style-type: none"> • All losses (At-Fault and Not-at-fault) are always taken into account in rating even if there was no insurance in effect or the loss was repaid to the Insurer by or on behalf of the Insured or if the Insured chose not to present the claim; • Claims (paid by the previous Insurer, reimbursed to the previous Insurer or paid by the Insured) outside the coverage on the application; • Any amount paid back by the Insured due to an END 8 on the policy with the prior Insurer; • Claims falling within a specific deductible not offered by FA e.g. on an occurrence basis regardless of the coverage involved in the loss; 	Clarifies existing wording to indicate that at-fault and not-at-fault losses are used in fleet experience rating.	Will not impact premiums.

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULE AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE SEPTEMBER 1, 2021**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact on existing policies
	<ul style="list-style-type: none"> • Amounts above FA deductibles when the prior insurer had higher deductibles. • Losses falling within any special agreements with the prior insurer. <p>NOTE: Full experience details must be obtained directly from the prior insurer to ensure all information on the risk is provided.</p>	<ul style="list-style-type: none"> • Amounts above FA deductibles when the prior Insurer had higher deductibles; • Losses falling within any special agreements with the prior Insurer. <p>NOTE: Full experience details must be obtained directly from the prior Insurer to ensure all information on the risk is provided.</p>		



April 2021

**Manual of Rules and Rates
PRINCE EDWARD ISLAND**

**Commercial Rule 201 Change
Effective August 1, 2021 (New Business and Renewals)**

Effective August 1, 2021 Facility Association is implementing the following update for new business and renewals in Prince Edward Island:

- There is an amended rule in Commercial section of the manual. A summary of the rule change is 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 PRINCE EDWARD ISLAND RULE AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE AUGUST 1 2021**

Rule

Current Wording

Approved Wording

Change
from
Current

Premium
impact on
existing
policies

COMMERCIAL SECTION																												
201:C Coverages Available and Minimum Deductibles, Optional Physical Damage Coverage and Deductibles	<p>a) Minimum Deductibles for Light Commercial Vehicles (Gross Vehicle Weight up to 4,500 kg)</p> <p>The deductibles are to be no less than:</p> <table border="1"> <thead> <tr> <th>Rate Groups</th> <th>Minimum Deductible</th> </tr> </thead> <tbody> <tr> <td>15 and under</td> <td>\$500</td> </tr> <tr> <td>16 – 18</td> <td>\$1,000</td> </tr> <tr> <td>19 – 21</td> <td>\$2,500</td> </tr> <tr> <td>22 and over</td> <td>10% of List Price New rounded to the nearest \$500 (minimum deductible \$5,000).</td> </tr> <tr> <td>END 40</td> <td>END 40 is mandatory on any vehicles with prior fire and total theft claims within the past 60 months</td> </tr> </tbody> </table>	Rate Groups	Minimum Deductible	15 and under	\$500	16 – 18	\$1,000	19 – 21	\$2,500	22 and over	10% of List Price New rounded to the nearest \$500 (minimum deductible \$5,000).	END 40	END 40 is mandatory on any vehicles with prior fire and total theft claims within the past 60 months	<p>a) Minimum Deductibles for Light Commercial Vehicles (Gross Vehicle Weight Up To 4,500 kg)</p> <p>The deductibles are to be no less than:</p> <table border="1"> <thead> <tr> <th>Rate Groups</th> <th>Minimum Deductible</th> </tr> </thead> <tbody> <tr> <td>15 and under</td> <td>\$500</td> </tr> <tr> <td>16 – 18</td> <td>\$1,000</td> </tr> <tr> <td>19 – 21</td> <td>\$2,500</td> </tr> <tr> <td>22 and over</td> <td>5% of List Price New rounded to the nearest \$250 (minimum deductible \$2,500, maximum deductible \$5,000).</td> </tr> <tr> <td>END 40</td> <td>END 40 is mandatory on any vehicles with prior fire and total theft claims within the past 60 months</td> </tr> </tbody> </table>	Rate Groups	Minimum Deductible	15 and under	\$500	16 – 18	\$1,000	19 – 21	\$2,500	22 and over	5% of List Price New rounded to the nearest \$250 (minimum deductible \$2,500, maximum deductible \$5,000).	END 40	END 40 is mandatory on any vehicles with prior fire and total theft claims within the past 60 months	<p>Amends Minimum Physical Damage Deductible for Light Vehicles with a RG of 22 and over.</p> <p>Amends Minimum Physical Damage Deductible for Heavy Vehicles.</p>	<p>This will not impact premiums</p> <p>This will not impact premiums</p>
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**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULE AND RATES MANUAL
SUMMARY OF APPROVED RULE CHANGES EFFECTIVE AUGUST 1 2021**

Rule	Current Wording		Approved Wording		Change from Current	Premium impact on existing policies
	END 40	END 40 is mandatory on any vehicles with prior fire and total theft claims within the past 60 months	\$100,001 and Over	5% of List Price New rounded to the nearest \$250 (minimum deductible \$5,000, maximum \$50,000)	END 40 is now mandatory on Heavy Vehicles with Physical Damage Coverage.	This will not impact premiums
	Example: If list price new of Class 42 Sand & Gravel truck is \$122,000, 20% is \$24,400. The deductible shall be \$24,500 and the rating factor for \$2,500 or more applies.		END 40	END 40 is mandatory on all Heavy Commercial Vehicles with Physical Damage Coverage.		
			<i>Example:</i> If list price new of Class 42 Sand & Gravel truck is \$122,000 5% is \$6,100. The deductible shall be \$6,000 and the rating factor for \$2,500 or more applies.			



January 2021

**Manual of Rules and Rates
PRINCE EDWARD ISLAND**

**Rule Change SEF 28A
Effective December 4, 2020 (New Business and Renewals)**

Effective December 4, 2020 Facility Association is implementing the following update for new business and renewals in Prince Edward Island:

- There are amended rule changes in various section of the manual. A summary of the rule changes is 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 PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact
PRIVATE PASSENGER SECTION				
Table of Contents	Rule 142: Suspension of Operator's Licence – Use of END 28/78	Rule 142: Suspension of Operator's Licence		
Rule 142 Suspension of Operator's Licence – Use of END 28/78	Suspension of Operator's Licence – Use of END 28/78 The following provisions apply in the event of the suspension, cancellation or lapse of an operator's licence, or where a driver is unlicensed. These provisions apply whether END 28/78 is being added to the policy at the request of the insured or by the Servicing Carrier because of the above mentioned circumstances. A. If there is no other driver of the vehicle 1. An application for insurance of the vehicle shall be declined by the Agent/Broker. 2. If the situation is discovered after the policy has been issued, the Servicing Carrier shall cancel the policy by registered letter. The earned premium for cancellation will be pro rata of the premium applicable to the risk as submitted. 3. If the situation is discovered as a result of enquiries prior to the renewal date, the Servicing Carrier shall issue a notice of nonrenewal. Note: Where the insured's licence is suspended, the insured shall be permitted to place the vehicle in storage and suspend or remove moving coverages. See Rule 101: Minimum Coverage. B. If there is another licensed driver of the vehicle (It is assumed that the person concerned will not drive without a valid licence.) 1. The Servicing Carrier shall issue END 28/78 (Reduction of Coverage as Respects Named Persons) restricting coverage to minimum statutory	Suspension of Operator's Licence The following provisions apply in the event of the suspension, cancellation or lapse of an operator's licence, or where a driver is unlicensed. These provisions apply whether END 28A (Excluded Driver) is being added to the policy at the request of the insured or by the Servicing Carrier because of the above mentioned circumstances. A. If there is no other driver of the vehicle 1. An application for insurance of the vehicle shall be declined by the Agent/Broker. 2. If the situation is discovered after the policy has been issued, the Servicing Carrier shall cancel the policy by registered letter. 3. The time on risk charge for the period to expiration of the notice of cancellation will be pro rata of the premium applicable to the risk as submitted. 4. If the situation is discovered as a result of enquiries prior to the renewal date, the Servicing Carrier shall issue a notice of nonrenewal. Note: Where the insured's licence is suspended, the insured shall be permitted to place the vehicle in storage and suspend or remove moving coverages. See Rule 101: Minimum Coverage. B. If there is another licensed driver of the vehicle (It is assumed that the person concerned will not drive without a valid licence.) 1. The Servicing Carrier shall issue END 28A (Excluded Driver Endorsement) for that person.		

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

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	<p>requirements and excluding optional physical damage where provided, for that person. END 8a shall be used in conjunction with END 28/78 except where END 28/78 applies to the Named insured.</p> <p>2. If that person being a driver affected the rating of the insurance, the insurance shall be re-rated to remove that person as a driver but any accidents that occurred while that person was driving shall continue to be taken into account in rating.</p> <p>C. If the person concerned does drive without a valid licence</p> <p>If discovered after the policy has been issued, END 28/78 shall be deleted. The insurance shall be rated as if that person does drive the vehicle where:</p> <p>a) Subsequent to the current suspension becoming effective or during the 36 months immediately preceding the policy period effective date, the person involved is/was convicted of the offence of driving while licence suspended, cancelled or lapsed.</p> <p>b) It is established that the person involved has been driving e.g. by being convicted of any other driving offence or by being involved in an accident.</p> <p>D. Unsigned END 28</p> <p>If END 28/78 is not signed, END 28 shall be deleted and the policy shall be re-rated as though there was no END 28/78.</p> <p>E. Completion of END 28/78</p> <p>END 28 or END78 is to be completed showing the minimum statutory limit under Section A – Limits and Amounts and the word “Insured” in the Insured/Not Insured column. In any jurisdiction where Accident Benefits and Uninsured Automobile are mandatory when Liability coverage is provided, the word “Insured” must be shown against Section B and Section D in the Insured/Not Insured column.</p>	<p>2. If that person being a driver affected the rating of the insurance, the insurance shall be re-rated to remove that person as a driver but any accidents that occurred while that person was driving shall continue to be taken into account in rating.</p> <p>C. Unsigned END 28A</p> <p>If END 28A (Excluded Driver) is not signed, END 28A shall be deleted and the policy shall be re-rated as though there was no END 28A.</p> <p>NOTE:</p> <p>Where a contract evidenced by a motor vehicle liability policy names an excluded driver, the insurer is not liable to any person under the contract or under the Insurance Act or the regulations for loss or damage that occurs while the excluded driver is driving an automobile insured under the contract.</p>		

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact
Rule 152: Endorsements Applicable to POL 1 (Owner's Policy)	NEW	28A Excluded Driver Endorsement Used if specifically named driver(s) are excluded from all coverage provided by the policy when driving the named vehicle(s) Premium: No premium reduction.		
COMMERCIAL SECTION				
Table of Contents	Rule 232: Suspension of Operator's Licence – Use of END 28/78	Rule 232: Suspension of Operator's Licence		
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**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
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Rule	Current Wording	Approved Wording	Change from Current	Premium impact
	<p>B. If there is another licensed driver of the vehicle</p> <p>(It is assumed that the person concerned will not drive without a valid licence.)</p> <p>1. The Servicing Carrier shall issue END 28/78 (Reduction of Coverage as Respects Named Persons) restricting coverage to minimum statutory requirements and excluding optional physical damage where provided, for that person. END 8a shall be used in conjunction with END 28/78 except where END 28/78 applies to the Named insured.</p> <p>2. If that person being a driver affected the rating of the insurance, the insurance shall be re-rated to remove that person as a driver but any accidents that occurred while that person was driving shall continue to be taken into account in rating.</p> <p>C. If the person concerned does drive without a valid licence</p> <p>1. If discovered after the policy has been issued, END 28A shall remain on the Owner's Policy. If the excluded driver drives the car and has an accident, the vehicle will be considered uninsured and there will be no coverage provided by this policy.</p> <p>2. If discovered after the policy has been issued, END 28A shall be deleted. The insurance shall be rated as if that person does drive the vehicle where:</p> <p>a) Subsequent to the current suspension becoming effective or during the 36 months immediately preceding the policy period effective date, the person involved is/was convicted of the offence of driving while licence suspended, cancelled or lapsed.</p> <p>b) It is established that the person involved has been driving e.g. by being convicted of any other driving offence or by being involved in an accident.</p>	<p>B. If there is another licensed driver of the vehicle</p> <p>(It is assumed that the person concerned will not drive without a valid licence.)</p> <p>1. The Servicing Carrier shall issue END 28A (Excluded Driver Endorsement) for that person.</p> <p>2. If that person being a driver affected the rating of the insurance, the insurance shall be re-rated to remove that person as a driver but any accidents that occurred while that person was driving shall continue to be taken into account in rating.</p>		

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact
	<p>D. Unsigned END 28 If END 28/78 is not signed by all required parties named on the endorsement, END 28 shall be deleted and the policy shall be re-rated as though there was no END 28.</p> <p>E. Completion of END 28/78 END 28 or END 78 is to be completed showing the minimum statutory limit under Section A – Limits and Amounts and the word “Insured” in the Insured/Not Insured column. In any jurisdiction where Accident Benefits and Uninsured Automobile are mandatory when Liability coverage is provided, the word “Insured” must be shown against Section B and Section D in the Insured/Not Insured column.</p>	<p>C. Unsigned END 28A If END 28A (Excluded Driver) is not signed, END 28A shall be deleted and the policy shall be re-rated as though there was no END 28A.</p> <p>NOTE: Where a contract evidenced by a motor vehicle liability policy names an excluded driver, the insurer is not liable to any person under the contract or under the Insurance Act or the regulations for loss or damage that occurs while the excluded driver is driving an automobile insured under the contract.</p>		
Rule 243: Endorsements Applicable to POL 1 (Owner’s Policy)	NEW	<p>28A Excluded Driver Endorsement Used if specifically named driver(s) are excluded from all coverage provided by the policy when driving the named vehicle(s)</p> <p>Premium: No premium reduction.</p>		
PUBIC SECTION				
Table of Contents	Rule 328: Suspension of Operator’s Licence – Use of END 28/78	Rule 328: Suspension of Operator’s Licence		
Rule 328: Suspension of Operator’s Licence – Use of END 28/78	<p>Rule 328: Suspension of Operator’s Licence – Use of END 28/78</p> <p>The following provisions apply in the event of the suspension, cancellation or lapse of an operator’s licence, or where a driver is unlicensed. These provisions apply whether END 28/78 is being added</p>	<p>Rule 328: Suspension of Operator’s Licence</p> <p>The following provisions apply in the event of the suspension, cancellation or lapse of an operator’s licence, or where a driver is unlicensed. These provisions apply whether END 28A (Excluded Driver) is being added to the policy at the request of the</p>		

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact
	<p>to the policy at the request of the insured or by the Servicing Carrier because of the above mentioned circumstances.</p> <p>A. If there is no other driver of the vehicle</p> <ol style="list-style-type: none"> 1. An application for insurance of the vehicle shall be declined by the Agent/Broker. 2. If the situation is discovered after the policy has been issued, the Servicing Carrier shall cancel the policy by registered letter. The earned premium for cancellation will be pro rata of the premium applicable to the risk as submitted. 3. If the situation is discovered as a result of enquiries prior to the renewal date, the Servicing Carrier shall issue a notice of nonrenewal. <p>Note: Where the insured's licence is suspended, the insured shall be permitted to place the vehicle in storage and suspend or remove moving coverages. See Rule 301: Minimum Coverage.</p> <p>B. If there is another licensed driver of the vehicle (It is assumed that the person concerned will not drive without a valid licence.)</p> <ol style="list-style-type: none"> 1. The Servicing Carrier shall issue END 28/78 (Reduction of Coverage as Respects Named Persons) restricting coverage to minimum statutory requirements and excluding optional physical damage where provided, for that person. END 8a shall be used in conjunction with END 28/78 except where END 28/78 applies to the named insured. 2. If that person being a driver affected the rating of the insurance, the insurance shall be re-rated to remove that person as a driver but any accidents that occurred while that person was driving shall continue to be taken into account in rating. 	<p>insured or by the Servicing Carrier because of the above mentioned circumstances.</p> <p>A. If there is no other driver of the vehicle</p> <ol style="list-style-type: none"> 1. An application for insurance of the vehicle shall be declined by the Agent/Broker. 2. If the situation is discovered after the policy has been issued, the Servicing Carrier shall cancel the policy by registered letter. 3. The time on risk charge for the period to expiration of the notice of cancellation will be pro rata of the premium applicable to the risk as submitted. 4. If the situation is discovered as a result of enquiries prior to the renewal date, the Servicing Carrier shall issue a notice of nonrenewal. <p>Note: Where the insured's licence is suspended, the insured shall be permitted to place the vehicle in storage and suspend or remove moving coverages. See Rule 301: Minimum Coverage.</p> <p>B. If there is another licensed driver of the vehicle (It is assumed that the person concerned will not drive without a valid licence.)</p> <ol style="list-style-type: none"> 1. The Servicing Carrier shall issue END 28A (Excluded Driver Endorsement) for that person. 2. If that person being a driver affected the rating of the insurance, the insurance shall be re-rated to remove that person as a driver but any accidents that occurred while that person was driving shall continue to be taken into account in rating. 		

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact
	<p>C. If the person concerned does drive without a valid licence If discovered after the policy has been issued, END 28/78 shall be deleted. The insurance shall be rated as if that person does drive the vehicle where:</p> <p>a) Subsequent to the current suspension becoming effective or during the 36 months immediately preceding the policy period effective date, the person involved is/was convicted of the offence of driving while licence suspended, cancelled or lapsed.</p> <p>b) It is established that the person involved has been driving e.g. by being convicted of any other driving offence or by being involved in an accident.</p> <p>D. Unsigned END 28 If END 28/78 is not signed, END 28 shall be deleted and the policy shall be re-rated as though there was no END 28/78.</p> <p>E. Completion of END 28/78 END 28/78 is to be completed showing the minimum statutory limit under Section A – Limits and Amounts and the word “Insured” in the Insured/Not Insured column. In any jurisdiction where Accident Benefits and Uninsured Automobile are mandatory when Liability coverage is provided, the word “Insured” must be shown against Section B and Section D in the Insured/Not Insured column.</p>	<p>C. Unsigned END 28A If END 28A (Excluded Driver) is not signed, END 28A shall be deleted and the policy shall be re-rated as though there was no END 28A.</p> <p>NOTE: Where a contract evidenced by a motor vehicle liability policy names an excluded driver, the insurer is not liable to any person under the contract or under the Insurance Act or the regulations for loss or damage that occurs while the excluded driver is driving an automobile insured under the contract.</p>		
<p>Rule 338: Endorsements Applicable to POL 1 (Owner’s Policy)</p>	<p>NEW</p>	<p>28A Excluded Driver Endorsement Used if specifically named driver(s) are excluded from all coverage provided by the policy when driving the named vehicle(s)</p> <p>Premium: No premium reduction.</p>		

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact
RECREATIONAL SECTION				
Table of Contents	Rule 431: Suspension of Operator's Licence – Use of END 28/78	Rule 431: Suspension of Operator's Licence		
Rule 431: Suspension of Operator's Licence – Use of END 28/78	<p>Rule 431: Suspension of Operator's Licence – Use of END 28/78</p> <p>The following provisions apply in the event of the suspension, cancellation or lapse of an operator's licence, or where a driver is unlicensed. These provisions apply whether END 28/78 is being added to the policy at the request of the insured or by the Servicing Carrier because of the above mentioned circumstances.</p> <p>A. If there is no other driver of the vehicle</p> <ol style="list-style-type: none"> 1. An application for insurance of the vehicle shall be declined by the Agent/Broker. 2. If the situation is discovered after the policy has been issued, the Servicing Carrier shall cancel the policy by registered letter. The earned premium for cancellation will be pro rata of the premium applicable to the risk as submitted. 3. If the situation is discovered as a result of enquiries prior to the renewal date, the Servicing Carrier shall issue a notice of nonrenewal. <p>Note: Where the insured's licence is suspended, the insured shall be permitted to place the vehicle in storage and suspend or remove moving coverages. See Rule 401: Minimum Coverage.</p> <p>B. If there is another licensed driver of the vehicle</p> <p>(It is assumed that the person concerned will not drive without a valid licence.)</p> <ol style="list-style-type: none"> a) The Servicing Carrier shall issue END 28/78 (Reduction of Coverage as Respects Named Persons) restricting coverage to minimum 	<p>Rule 431: Suspension of Operator's Licence</p> <p>The following provisions apply in the event of the suspension, cancellation or lapse of an operator's licence or where a driver is unlicensed. These provisions apply whether END 28A (Excluded Driver) is being added to the policy at the request of the Insured or by the Servicing Carrier because of the above mentioned circumstances.</p> <p>A. If there is no other driver of the vehicle</p> <ol style="list-style-type: none"> 1. An application for insurance of the vehicle shall be declined by the Agent/Broker. 2. If the situation is discovered after the policy has been issued, the Servicing Carrier shall cancel the policy by registered letter. 3. The time on risk charge for the period to expiration of the notice of cancellation will be pro rata of the premium applicable to the risk as submitted. 4. If the situation is discovered as a result of enquiries prior to the renewal date, the Servicing Carrier shall issue a notice of nonrenewal. <p>Note: Where the Insured's licence is suspended, the Insured shall be permitted to place the vehicle in storage and suspend or remove moving coverages. See Rule 401: Minimum Coverage.</p> <p>B. If there is another licensed driver of the vehicle</p>		

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact
	<p>statutory requirements and excluding optional physical damage where provided, for that person. END 8a shall be used in conjunction with END 28/78 except where END 28/78 applies to the named insured.</p> <p>b) If that person being a driver affected the rating of the insurance, the insurance shall be re-rated to remove that person as a driver but any accidents that occurred while that person was driving shall continue to be taken into account in rating.</p> <p>C. If the person concerned does drive without a valid licence</p> <p>If discovered after the policy has been issued, END 28/78 shall be deleted. The insurance shall be rated as if that person does drive the vehicle where:</p> <p>a) Subsequent to the current suspension becoming effective or during the 36 months immediately preceding the policy period effective date, the person involved is/was convicted of the offence of driving while licence suspended, cancelled or lapsed.</p> <p>b) It is established that the person involved has been driving e.g. by being convicted of any other driving offence or by being involved in an accident.</p> <p>D. Unsigned END 28</p> <p>If END 28/78 is not signed, END 28 shall be deleted and the policy shall be re-rated as though there was no END 28/78.</p> <p>E. Completion of END 28/78</p> <p>END 28 or END 78 is to be completed showing the minimum statutory limit under Section A – Limits and Amounts and the word “Insured” in the Insured/Not Insured column. In any jurisdiction where Accident Benefits and Uninsured Automobile are mandatory</p>	<p>(It is assumed that the person concerned will not drive without a valid licence.)</p> <p>1. The Servicing Carrier shall issue END 28A (Excluded Driver Endorsement) for that person.</p> <p>2. If that person being a driver affected the rating of the insurance, the insurance shall be re-rated to remove that person as a driver but any accidents that occurred while that person was driving shall continue to be taken into account in rating.</p> <p>C. Unsigned END 28A</p> <p>If END 28A (Excluded Driver) is not signed, END 28A shall be deleted and the policy shall be re-rated as though there was no END 28A.</p> <p>NOTE: Where a contract evidenced by a motor vehicle liability policy names an excluded driver, the insurer is not liable to any person under the contract or under the Insurance Act or the regulations for loss or damage that occurs while the excluded driver is driving an automobile insured under the contract.</p>		

**FACILITY ASSOCIATION PRINCE EDWARD ISLAND RULES AND RATES MANUAL
SUMMARY OF RULE CHANGES DUE TO SEF 28A ENDORSEMENT EFFECTIVE DECEMBER 4, 2020**

Rule	Current Wording	Approved Wording	Change from Current	Premium impact
	when Liability coverage is provided, the word "Insured" must be shown against Section B and Section D in the Insured/Not Insured column.			
Rule 442: Endorsements Applicable to POL 1 (Owner's Policy)	NEW	28A Excluded Driver Endorsement Used if specifically named driver(s) are excluded from all coverage provided by the policy when driving the named vehicle(s) Premium: No premium reduction.		