

Family Insurance Solutions Inc. Information Request No. FI.1.1 Dated 22 March 2004 Insurance Corporation of British Columbia Response Issued 05 April 2004	Page 1 of 1
Insurance Corporation of British Columbia 27 February 2004 Filing Regarding Performance Measurements and Basic Insurance Information Sharing	

FI.1.1 Family Insurance Solutions Inc. welcomes ICBC Basic Insurance Information Sharing Proposal 2 in which it states ... “in the spirit of going the extra mile” and transparency, as part of these exhibits ICBC also proposes to include combined third-party liability information from both the Basic and Optional insurance, so that competitors have the benefit of a complete understanding.....

Continuing the “spirit of going the extra mile” we request that: Information be supplied for Collision and Comprehensive for the major use categories as indicated in the attached Spread Sheets, i.e. Private Passenger Automobile and Commercial of certain rate classes that we have indicated, in the same manner as the Corporation will supply it for Third Party Basic, Third Party Total, Accident Benefits and Underinsured Motorist.

Response:

The purpose of this proceeding is to determine what data should be shared in subsequent revenue requirement hearings. Accordingly, this response addresses whether the data referenced is to be made available at that time.

ICBC recognizes the competitive value in its optional information. ICBC is not proposing to supply information for Collision and Comprehensive. ICBC believes that the supply of such information would advantage its competitors in the market place. The Commission does not regulate Optional coverages. Information on Optional coverages is not required to determine if rates for Basic insurance are just and reasonable.

Ultimately, ICBC sees no benefit to the open regulation of Basic coverages in providing the Collision and Comprehensive claims experience.

FI.1.2 We request that the Corporation discloses its rate class criteria. An examination of Exhibit II of ICBC Basic Insurance Information Sharing Proposal indicates that the rate class criteria have changed from those submitted on August 29 2003 with An Application by the Insurance Corporation of British Columbia for Approval of 2004 Revenue Requirements for Universal Compulsory Insurance Automobile Insurance

See exhibit G 2004 Rates Schedule Rate Class & Territory of the Application. We presume the redundant digit 0 in the 2003 rate classes have been truncated from e.g. 001 to 01 etc. and that “commute” is useful shorthand for the longer explanation in the 2003 version. But the uses for the rate classes have been changed in many cases. This may be due in some cases to typographical errors or mis-use in Exhibit II CLASSIFICATION of the mathematical symbol < the inequality sign of less than where the correct meaning is the value on the left is smaller than the value on the right, and > the inequality sign of greater than where the correct meaning is the value on the left is greater than the value on the right.

Response:

ICBC’s rate class criteria have not changed. Class Code 17 has been amended to also include emergency vehicles above 5000 kg.

ICBC is not proposing to share its data at the most detailed level of its rating structure. ICBC has reviewed the normal data reporting level in other provinces and believes what it has proposed achieves that industry standard.

Class	Description	ICBC Rate Classes
01	Pleasure Use	001, 005, 021, 200, 221
02	Commute, <15 km	003, 004, 023, 024
03	Commute, >=16 km	002, 022
04	Business Use	007, 027
05	U-Drive Vehicles	008, 018, 058, 160, 161, 201, 224
06	Hearse	009
07	Farms & Fishermen, <5000 kg	011, 014, 202, 203
08	Farms & Fishermen, >5000 kg	101, 102, 208
09	Moped	213, 310, 320
10	Other Motorcycle	214, 311, 312, 313, 314, 321, 322, 323, 324
11	Pleasure Use – Motorhome	051, 055, 206
12	Golf Cart, Snowmobile & ATV	030, 035, 036, 204, 205
13	Artisans	012, 150, 151, 212
14	Delivery, <5000 kg	013

15	Municipal Government Vehicles	015
16	Logging or Silviculture	017
17	Emergency Vehicles, < 5000 kg	040, 041, 140, 141
18	Farm Tractors	100, 207
19	Wreckers	110
20	Woodchip, Logging & Dump Trucks, >5000 kg	111, 113, 114, 120, 121, 122, 123, 209, 211
21	Cement Delivery, Garbage Trucks, Delivery of Solid Waste and Household Goods	112, 170, 404, 414, 424, 434, 444, 454, 464
22	Delivery Construction Material, > 5000 kg	400, 401, 410, 411, 420, 421, 430, 431, 440, 441, 450, 451, 460, 461
23	Delivery, Other, >5000 kg	210, 402, 403, 405, 406, 412, 413, 415, 416, 422, 423, 425, 426, 432, 433, 435, 436, 442, 443, 445, 446, 452, 453, 455, 456, 462, 463, 465, 466
24	Trailers	215, 216, 217, 218, 225, 510, 511, 512, 513, 514, 550, 551, 552
25	Buses, <160 km	600, 601, 602
26	Buses, 161-550 km	219, 610, 611, 612, 620, 621, 622, 630, 631, 632
27	Buses, >550 km	220, 640, 641, 642, 650, 651, 652, 660, 661, 662
28	Buses, School, Private and Religious	670, 671, 672, 680, 681, 682
29	Taxis & Limos	690, 691, 692, 693, 695
30	Collector Vehicles	222, 223, 701, 705, 710, 711, 712, 713, 714, 720, 721, 722, 723, 724