

Important unfinished business from the 2017/18 General Rate Application

- Rate making in accordance with accepted actuarial practice
- Forecasting risk including forecasts relating to interest rates, comprehensive, collision and personal injury protection plan claims
- Risks, opportunities and outcomes related to information technology investments including Physical Damage Re-engineering, the need for improved business case analysis in assessing information technology investments including a need to understand the strategic direction of the information technology portfolio (with Public Utility Board direction relating to the filing of a strategic plan)
- Risk, opportunities, outcomes and reliability of forecasts related to the Investment Portfolio (with Public Utility Board direction relating to the filing of a new Asset Liability study responding to the advice of Mr. Viola)
- Agreement on appropriate evidence based approach to determining the appropriate range and level of the Rate Stabilization Reserve
- Risks, Opportunities, Costs and Cost Savings relating to investments in road safety and loss prevention

Important New Questions for the 2018/19 General Rate Application

- Is there a statistically sound, actuarially indicated basis for the significant proposed changes to the driver rating safety scale?
- What are the implications over time of management actions including management staff reductions?
- What are the implications in the short, medium and long term of ongoing and proposed changes in the investment portfolio (including is Manitoba Public Insurance compounding its over concentration in Canadian equities)

Core Questions for the 2018/19 General Rate Application

Do we have confidence that the rate application provides a reliable analytic basis for the determination of **sustainable, just and reasonable** rates over the short, medium and long term?

In setting just and reasonable rates, can we have confidence that the Corporation is acting in a prudent, reasonable and justifiable matter in terms of expenditures, risk mitigation and preserving **sustainable long term integrity**?

Does the application strike an appropriate balance between the consumer interests and the health of the Crown owned monopoly?