- 1 MR. SAUNDERS, CHAIRMAN: Good morning,
- 2 gentlemen.
- 3 MR. WHALEN, Q.C.: Good morning, sir.
- 4 MR. CONNOLLY: Good morning.
- 5 MR. SAUNDERS, CHAIRMAN: And ladies. Mr.
- 6 Stamp.
- 7 MR. STAMP, Q.C.: Good morning, sir.
- 8 MR. SAUNDERS, CHAIRMAN: Mr. Whalen.
- 9 MR. WHALEN, Q.C.: Good morning, sir.
- MR. SAUNDERS, CHAIRMAN: This is a pre-hearing 10 conference. I'm going to introduce the panel members, 11 first of all. Mr. Gerard Martin on my left, Commissioner 12 Don Powell on my right. My name is Fred Saunders 13 and I'd like to introduce the staff that are present here. 14 Dwanda Newman, Board Counsel; Cheryl Blundon, 15 Director of Corporate Services and Board Secretary; 16 and Doreen Dray, who is the Economic and Financial 17 Analyst for the Board. The purpose of the pre-hearing 18 conference, I'll leave to Ms. Newman to cover off. I'd 19 also like to note that we are recording this session this 20 morning, and a transcript will be available, I think in 21 three days, Madame Clerk? The Board Secretary will 22 23 maintain a record of all the exhibits and submissions that may be put forth this morning. I understand that 24 Board Counsel has spoken with the parties present and 25 she will, as well, confirm the Board's statutory authority 26 to conduct the hearing and that notice of this pre-27 hearing conference was published in accordance with 28 the requirements of the Public Utilities Act and 29 Regulations. I would ask, first of all though, if there are 30 any other parties in the room that wish to be heard in 31 this matter, if so, well then you can introduce 32
- MR. CONNOLLY: Doug Connolly, Department of Government Services and Lands.

yourselves now, if you wish.

- MR. SAUNDERS, CHAIRMAN: Good morning, Mr. Connolly. Do you wish to make a presentation this morning or to have any comment in respect of the procedure, that being the only thing we're dealing with today.
- 41 MR. CONNOLLY: I just have a comment to make, that's all, before the Board.

- 43 MR. SAUNDERS, CHAIRMAN: Maybe you'd like to 44 come forward to one of the tables here so we can pick 45 you up on the microphones. Thank you. Ms. Newman, 46 do you wish to now indicate to the parties present that 47 the notices were published, etcetera.
- MS. NEWMAN: Yes, thank you, Mr. Chairman. On September 9th, 2002, the Board of Commissioners of Public Utilities received an application from Facility Association for an increase in rates charged to private passenger and commercial automobile insurance policyholders insured through the Facility Association mechanism. The purpose of this pre-hearing conference today is to identify intervenors and other interested persons, provide focus to the issues to be heard, set the date and location of the hearing into the application, establish the procedures to be followed during the hearing, set the timetable for pre-filing of 59 evidence, issuance of information requests, filing of responses, and other submissions to the Board, and any other matters which may be brought before the Board or arise otherwise. Notice of this application was published in newspapers throughout the province, beginning on October 16th. In particular, notice was published in the Evening Telegram, the Western Star, 66 the Shoreline, the Express, the Compass, the Packet, the 67 Southern Gazette, the Beacon, the Pilot, the Advertiser, the Nor'Wester, the Coaster, the Humber Log, the Georgian, the Gulf News, the Labradorian, the Aurora, the Charter, and the Northern Pen. This notice is on file with the Board Secretary and will form part of the record of the proceeding. The date set out for the filing of interventions in this matter was November 1st, and no requests for intervention have been filed with the Board to date. There is one request for an oral submission that has been made, and there were some letters of 77 comment that were presented to the Board. One letter of comment did reference that a consumer advocate may eventually be appointed and may seek to have 80 intervenor status at some later date. I can confirm for the Board and the parties present that this application and the notice were duly filed and published and are consistent with the provisions of the relevant legislation.
 - MR. SAUNDERS, CHAIRMAN: Very well.
- MS. NEWMAN: And I also can confirm that I have had some discussions with the Applicant here today and as well as others present to indicate that there are some proposed dates for the significant events to happen in this proceeding. I would propose to go

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through those now, and in addition, I have presented to
the Applicant a set of rules which we would propose to
have this proceeding governed by, and I understand
that both the dates and the rules are acceptable to the
Applicant at this time, and also the dates I did run
through with Mr. Connolly who is present here today
and seeking to make a submission.

The dates are as follows that I would propose, would be filing of all responses to information requests, both formally filed with the Facility Association, and informally through the Board's agents, should be filed with the Board by November 8th. There will be a motions day scheduled for November 18th, should the parties need it. All intervenors and the Board should file pre-filed evidence as well as experts reports on November 22nd. On November 28th, parties will file a list of witnesses with the Board. On November 28th. requests for information on the Intervenors' and Board's pre-filed and experts reports will be filed. December 5th has been set aside as a motions day. December 6th, responses to the RFIs, that's requests for information on the Intervenor and Board pre-filed and expert reports, and the hearing will begin on December 11th, 2002.

- MR. SAUNDERS, CHAIRMAN: So you have two motions days, one on the 18th of November, one on the 5th of December, and these are, I guess, tentative if required.
- MS. NEWMAN: Yes, they are days set aside if a party wishes to file a motion, but the Board will not convene unless they do receive a motion scheduled for that day.
- MR. SAUNDERS, CHAIRMAN: And the other parties will be notified if we're going to proceed.
- MS. NEWMAN: Yes, the rules of procedure require that any documentation motions have to be circulated to the other parties as well.
- 37 MR. SAUNDERS, CHAIRMAN: Okay, do we have any 38 comment, Mr. Whalen or Mr. Stamp?
- MR. WHALEN, Q.C.: Mr. Chairman and Members of the Board, very briefly, we understand that there has been a correspondence from the Minister on this, and also some correspondence back from insurers, perhaps suggesting there's a timeline within which these matters must mandatorily be done. We have had discussion with Commission Counsel and we're quite satisfied with

the arrangements that are made at this time, and the timelines that have been set, notwithstanding what the position may be on that 60 days, we're prepared and pleased to go on with this timeline. We'd like to point 49 50 out, however, that if intervenors were to come in looking for a delay, that we would oppose that strenuously, and have to take whatever steps, either before the Board or otherwise, to see that that's done. We believe that everybody is aware of what we're doing here and if the Minister or anyone else at that level wishes to intervene, they should do it 56 expeditiously and that the Applicant, nor this Board, should be required to await any other matters that they may have to do, so that they should, by our comment, be put on notice of our position in advance. We all at this, or many of us at this Board know that in the previous hearing there was representation appointed by Government and they did that without any special legislation or without any consumer advocate. If they feel it's important they should do it. Otherwise they should let us proceed with our deliberations. So unless 66 Mr. Stamp has something to add, I ...

- 68 MR. STAMP, Q.C.: No, nothing further, thank you.
- 69 MR. SAUNDERS, CHAIRMAN: Thank you, Mr. 70 Whalen. Mr. Connolly?
- MR. CONNOLLY: Good morning, I just want to express from our department and the Minister's perspective that they would hope to appoint a consumer advocate if legislation were currently in place. It's the Minister's hope that legislation will be passed in the fall sitting of the House at which point in time Government's intentions would be to appoint an advocate to seek intervenor status at that point.
- 79 MR. SAUNDERS, CHAIRMAN: Anything else, Mr. 80 Connolly?
- 81 MR. CONNOLLY: No, that's all I have.
- MR. SAUNDERS, CHAIRMAN: Okay, the hearing being set down for the 11th, I think you said, of December?
- 85 MS. NEWMAN: Yes.
- MR. SAUNDERS, CHAIRMAN: Yes, provides approximately five weeks between now and the commencement of the hearing. Mr. Connolly, if the Minister or your department wishes to pursue the

- matter in any of the manner that were mentioned this 1 morning, either through the consumer advocate or 2 through the appointment of counsel to represent the 3 Minister of the department, then we will deal with that 4 when that motion comes forward. At this stage, all I can say is that notice was published of this pre-hearing 6 conference and I think Friday past was the date set 7 down for the filing of intervenor's submissions, and as 8 Ms. Newman has pointed out at this stage, none were q received, however we do have letters of comment, and 10 we do have representations by way of letters from the 11 insurance, some of the insurance industry members. If 12 the department, and I'll repeat myself in saying this, 13 wishes to present itself as an intervenor at any stage 14 leading up to the 11th of December, I would anticipate 15 that they would take advantage of the motion days that 16 have been set down, being the 18th of November and 17 the 5th of December to make the panel aware of that, 18 and of course, at that stage we would invite the, a 19 response from the Applicant in respect of whether or 20 not the panel should allow the intervention for the 21 reasons I've already stated. So having said that, there 22 were other parties that intended to make an oral 23 presentation, are they present, Ms. Newman? I think 24 the Taximen's Association was one. 25
- MS. NEWMAN: There was one, the taxi operators, and there was a suggestion from Kevin Wells that he may be interested in making an oral presentation. I don't think either of these parties are here today. If they are they should stand and identify themselves.
- MR. KEOUGH: My name is Michael Keough, I'm the
 Chair of the Taxi Operators Network, and that's a
 (inaudible) organization of taxicab owners and
 operators in the Avalon Peninsula area, and we would
 request that we could make an oral presentation to the
 Board at the appropriate time on the matter before it.
- MR. SAUNDERS, CHAIRMAN: Okay, Mr. Wells (*sic*), yes, we have a letter on file from you indicating that and there will be time set aside after the commencement of the hearing on the 11th of December, and you will certainly be adequately notified of that. Thank you. Any other matters, Ms. Newman?
- MS. NEWMAN: No, there isn't, just to suggest that we should be in a position to have this order completed
- perhaps by the end of the week.
- 46 MR. SAUNDERS, CHAIRMAN: Yes.

- MS. NEWMAN: The parties are interested in having it,
- when it will be published or issued, perhaps by the end
- of the week.
- 50 MR. SAUNDERS, CHAIRMAN: Yes, anything else
- that you wanted to raise, Mr. Whalen or Mr. Stamp?
- 52 MR. WHALEN, Q.C.: No, perhaps just to note that
- generally speaking it would not be Facility's position to
- oppose intervention, but we would strenuously oppose
- 55 delay.
 - MR. SAUNDERS, CHAIRMAN: Fair enough, thank you. If there isn't anything else to be raised at this prehearing conference, I guess we will see you, if necessary, on the 18th of November. Thank you very much.

(hearing adjourned)