



Saskatchewan Auto Fund

2026 Rate Proposal

Saskatchewan Auto Fund mandate

- Universal, fair and affordable automobile insurance
- Operates as public fund for Saskatchewan motorists
- Self-sustaining and operates on a break-even basis

Rate proposal overview

- SGI applied to the Saskatchewan Rate Review Panel (SRRP) for two rate increases of 3.75% each in June of 2026 and 2027.
- Rates would be capped to reduce the impact on vehicle owners.
- This proposal means an average annual increase of \$38 the first year, or \$3 per month.

Rate proposal overview

The June 2026 increase will be implemented on an interim basis, resulting in:

- Increases for about 98% of Saskatchewan vehicles with an average annual increase of \$38;
- Decreases for about 1% of Saskatchewan vehicles with an average annual reduction of \$8; and
- No premium change for the remaining vehicles.

Rate proposal overview

- No changes to rates for motorcycles and urban taxis during year one of the program while SGI consults with these groups on industry-specific concerns
- June 2027 increase proposed to be implemented in a similar way following the review process

Rate rebalancing

- For each vehicle make and model, the number of collisions and their average cost, including damage, injury and liability costs, are taken into account
- Reduces cross-subsidization amongst vehicle classes

Rate capping

- Rate changes will be capped to reduce the impact to customers.

Current Annual Rate	Maximum Cap
\$1 - \$50	\$6
\$51 - \$100	\$12
\$101 - \$250	\$18
\$251 - \$500	\$24
\$501 - \$750	\$30
\$751 - \$1,000	\$36
\$1,001 or Greater	3.6%

Financial overview

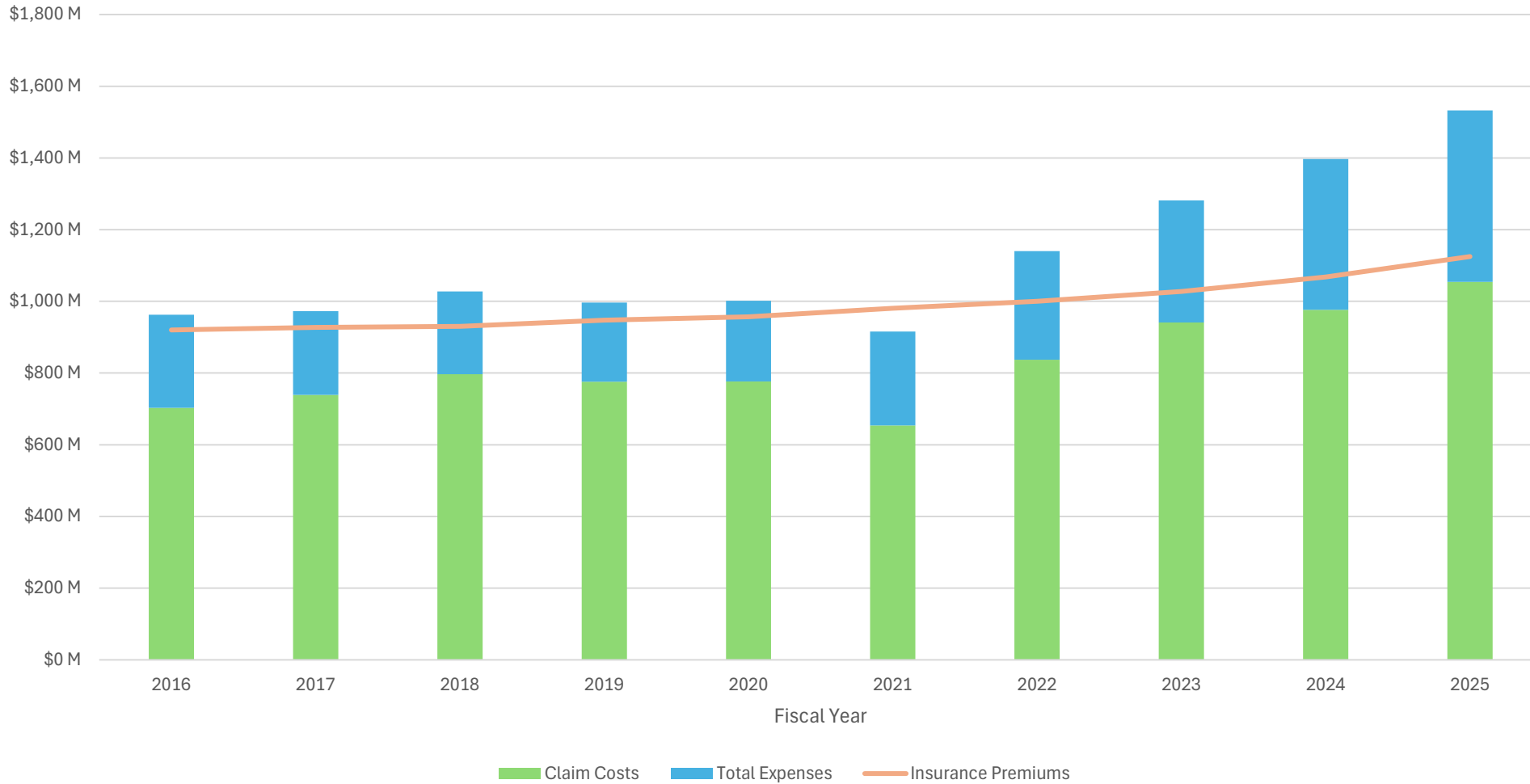


Financial overview

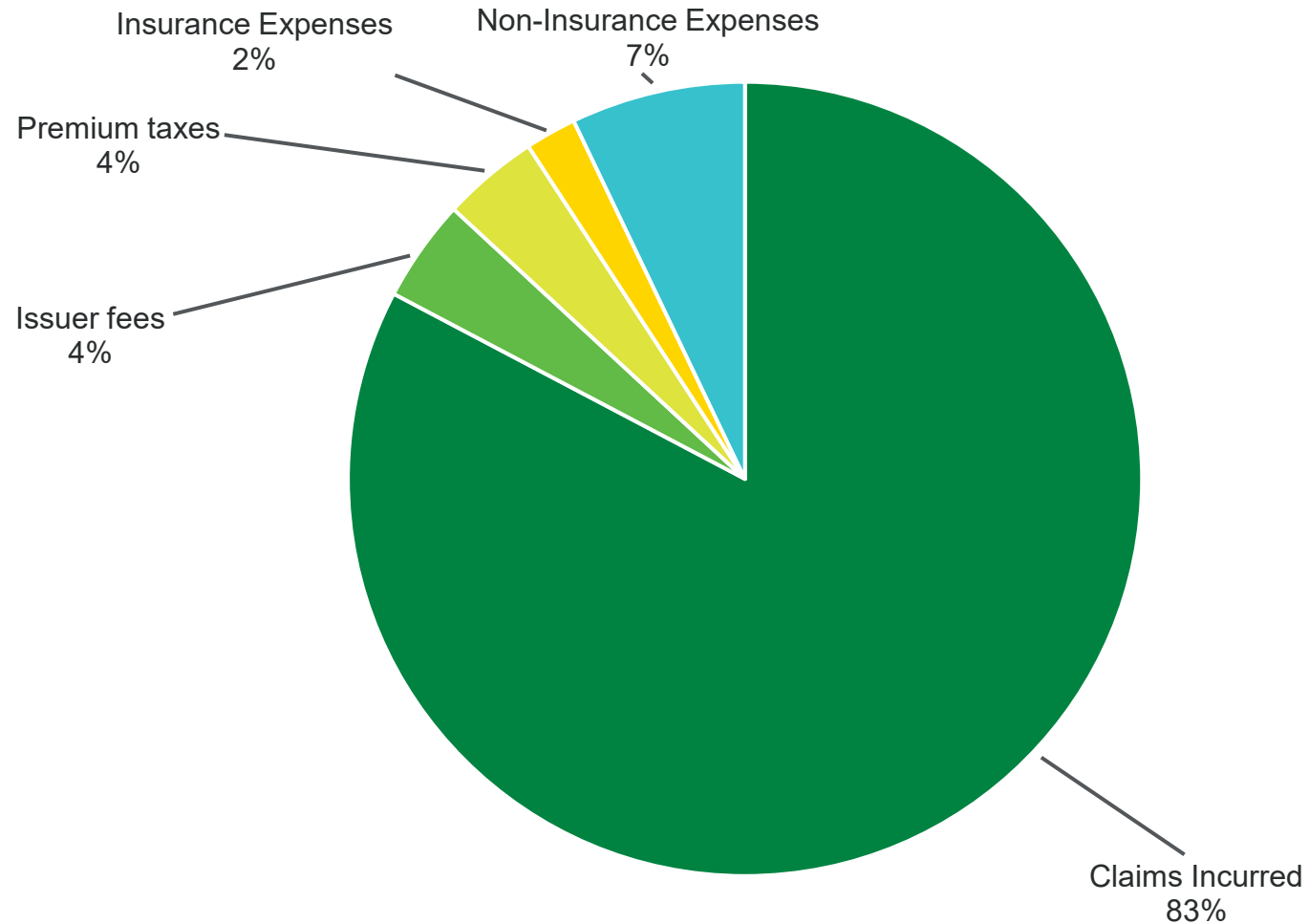
	(thousands of \$)					
	Dec. 31, 2025	2024-25	2023-24	2022-23	2021-22*	2020-21*
Insurance revenue	913,282	1,146,033	1,100,386	1,059,832	1,040,925	1,007,061
Insurance service expenses	(1,061,079)	(1,356,540)	(1,156,191)	(1,209,588)	(1,098,161)	(891,692)
Net expense from reinsurance	(12,309)	(4,357)	(15,745)	(11,240)	35,842	(11,061)
Insurance service result	(160,106)	(214,864)	(71,550)	(160,996)	(21,394)	104,308
Net insurance finance result	19,765	(138,754)	(77,796)	48,767	-	-
Net investment earnings	154,075	257,702	183,452	75,391	108,746	508,482
Other income	98,122	125,989	126,560	124,027	132,479	102,789
Other expenses	(165,524)	(228,079)	(230,935)	(221,330)	(169,455)	(147,188)
Rebates	-	-	-	-	(89,255)	(285,000)
(Decrease)/increase to RSR	(53,668)	(198,006)	(70,269)	(134,141)	(38,879)	283,391

* change in accounting standards effective January 1, 2023, detailed comparatives not available.


Claim costs & insurance premiums



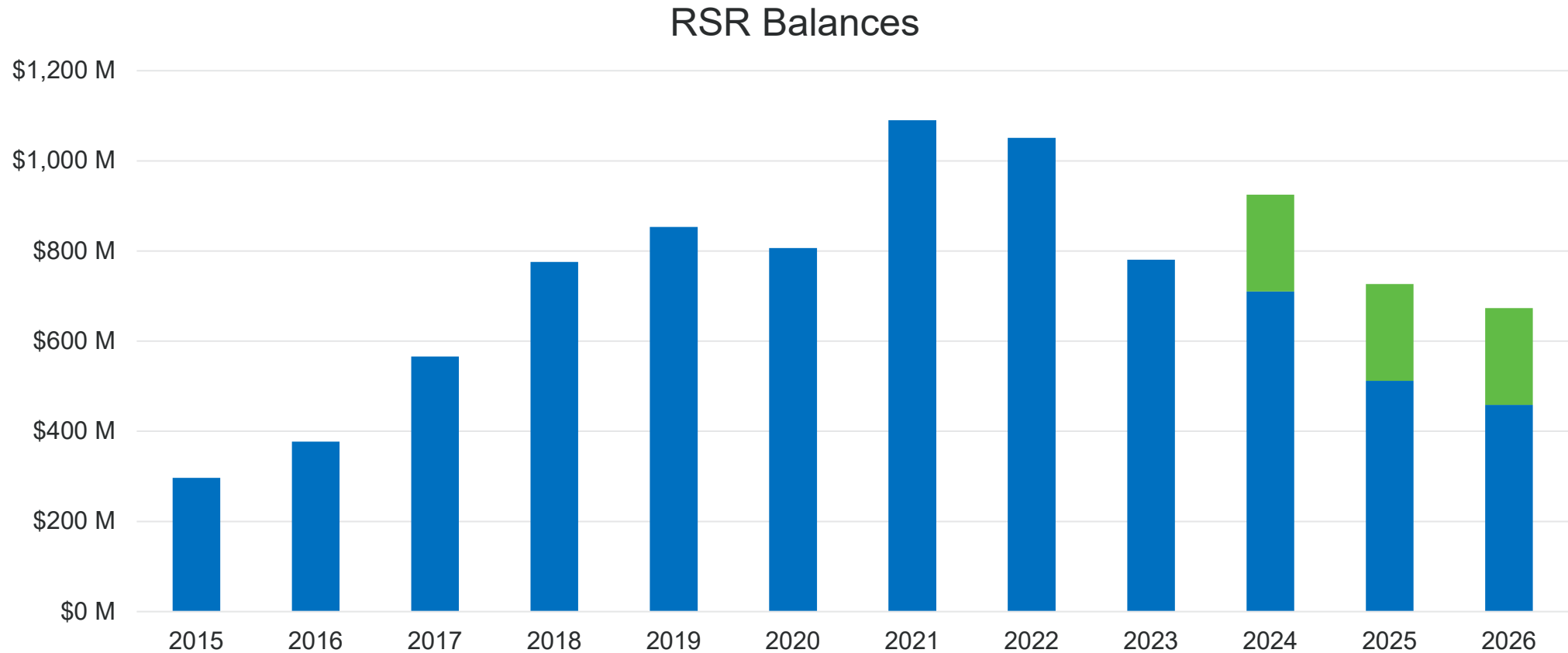
Expense breakdown – 2024-25



Rate Stabilization Reserve

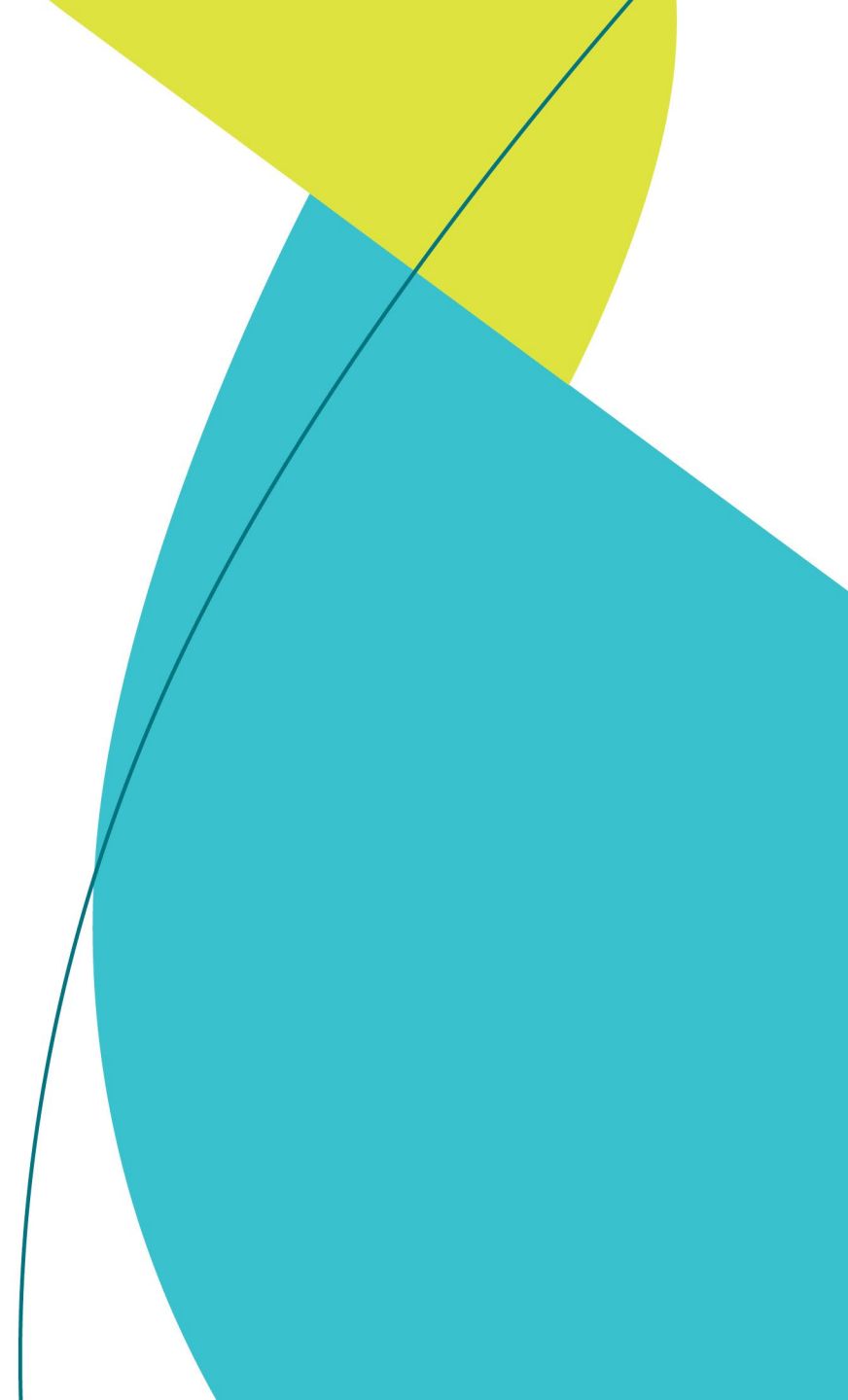
- The Rate Stabilization Reserve (RSR) acts like a savings account for emergencies
 - Protects customers from large rate increases
 - Ensures the Auto Fund can cover claim obligations
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- A decorative graphic at the bottom of the slide featuring a green curved shape with a yellow outline, set against a white background with a grey curved shape on the right side.

Rate Stabilization Reserve history



* Green portion of the bars represents the increase to RSR due to a change in accounting standards.

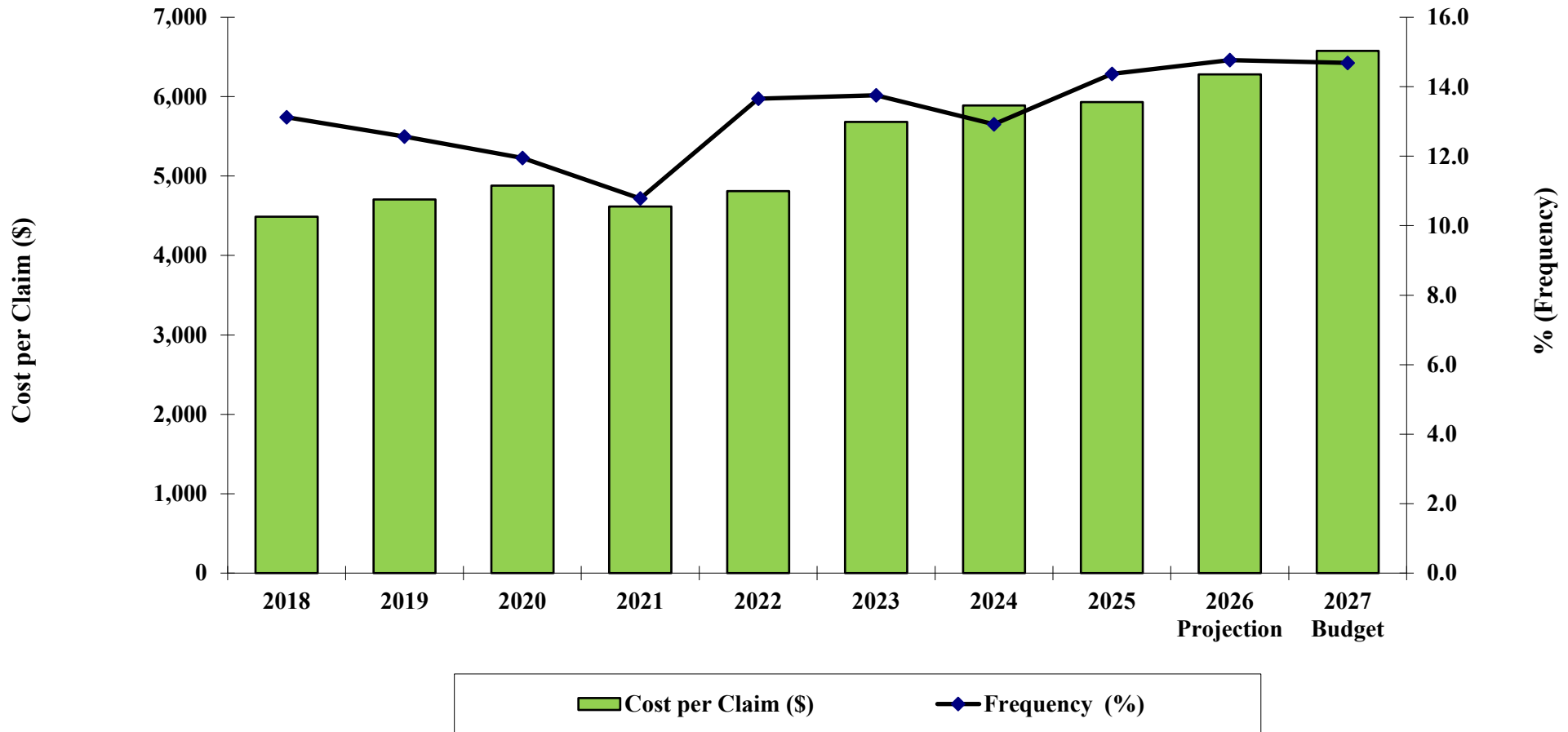
Factors influencing rate need



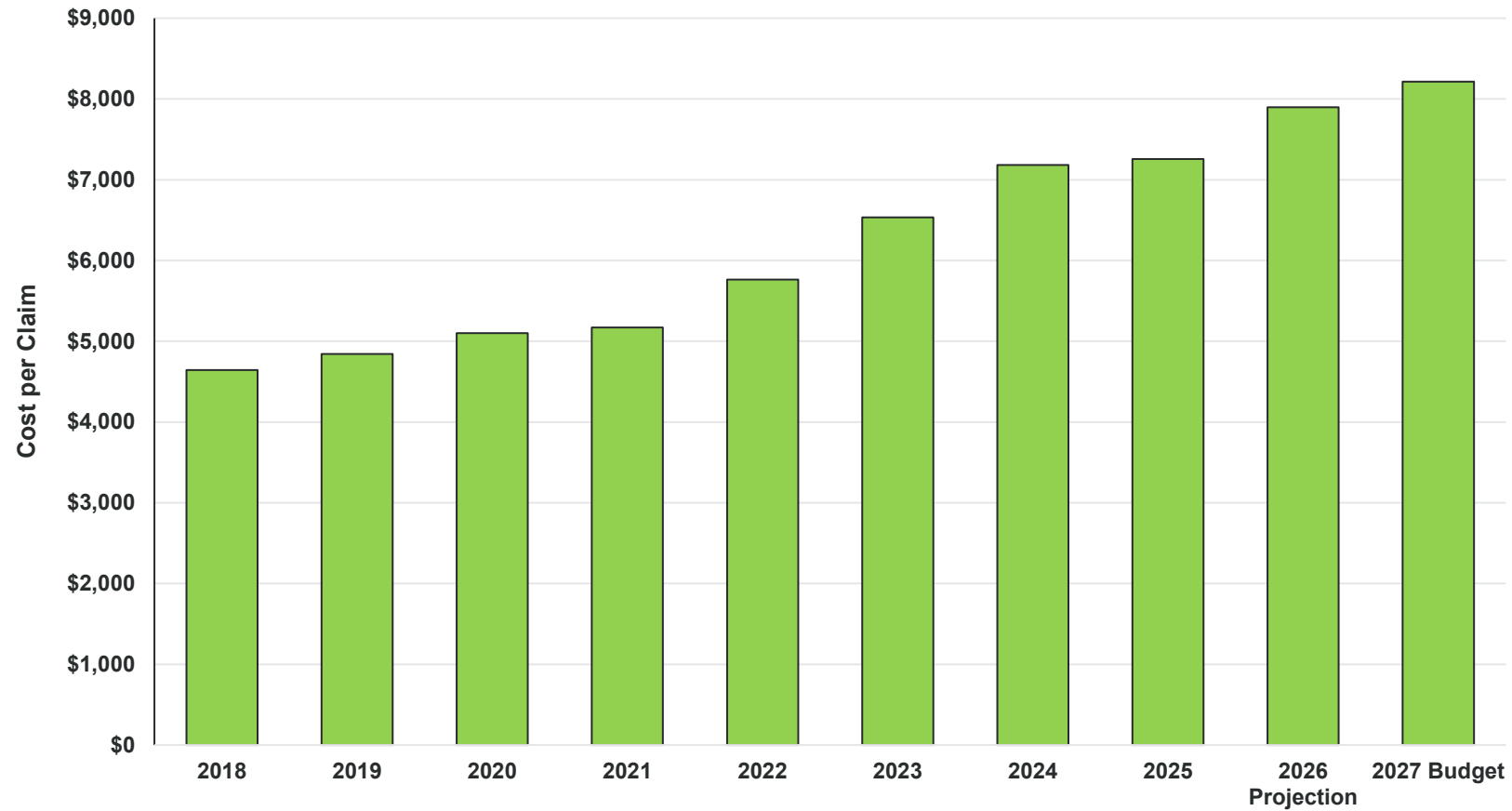
Reasons for proposed rate increases

- Inflation and advanced technology in newer vehicles have caused a sharp rise in the cost of vehicle repairs
- The Auto Fund is no longer collecting enough revenue to cover the cost of claims

Damage claims



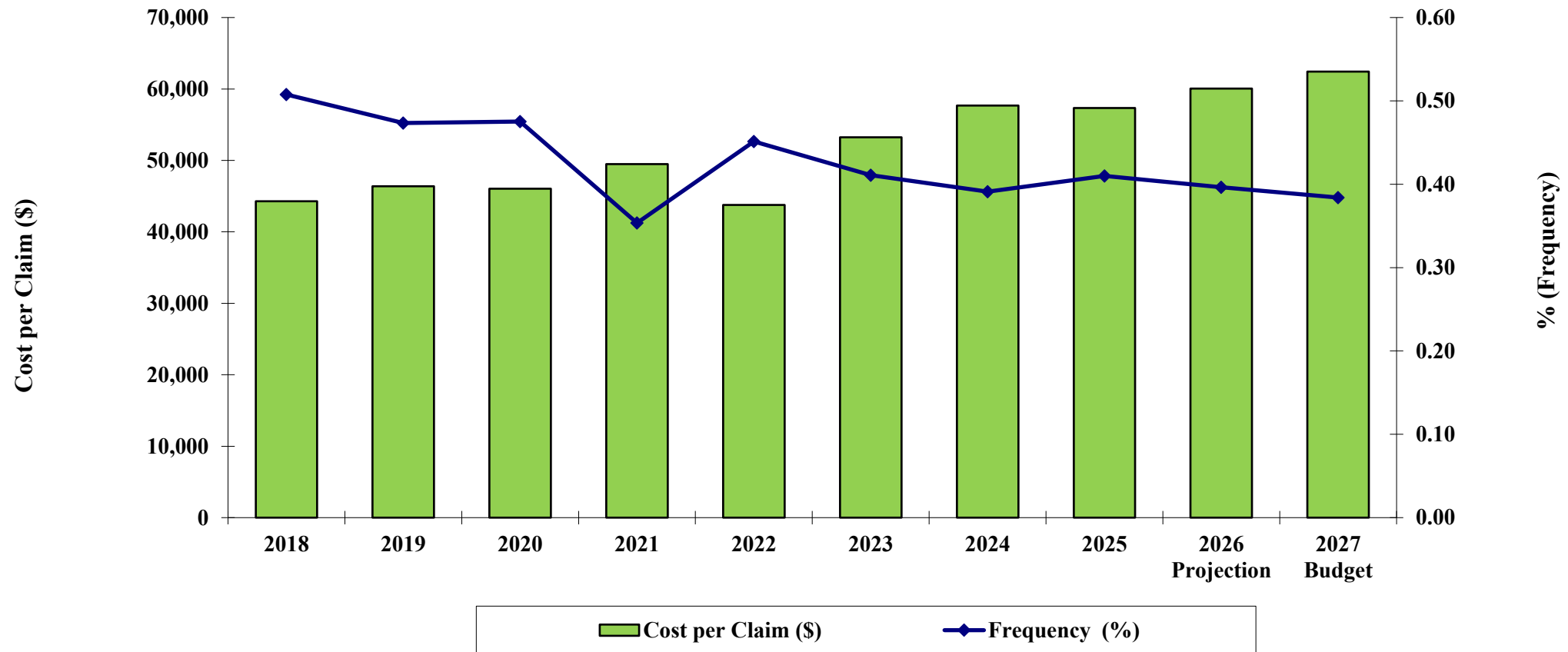
Collision cost per claim



Used vehicle prices



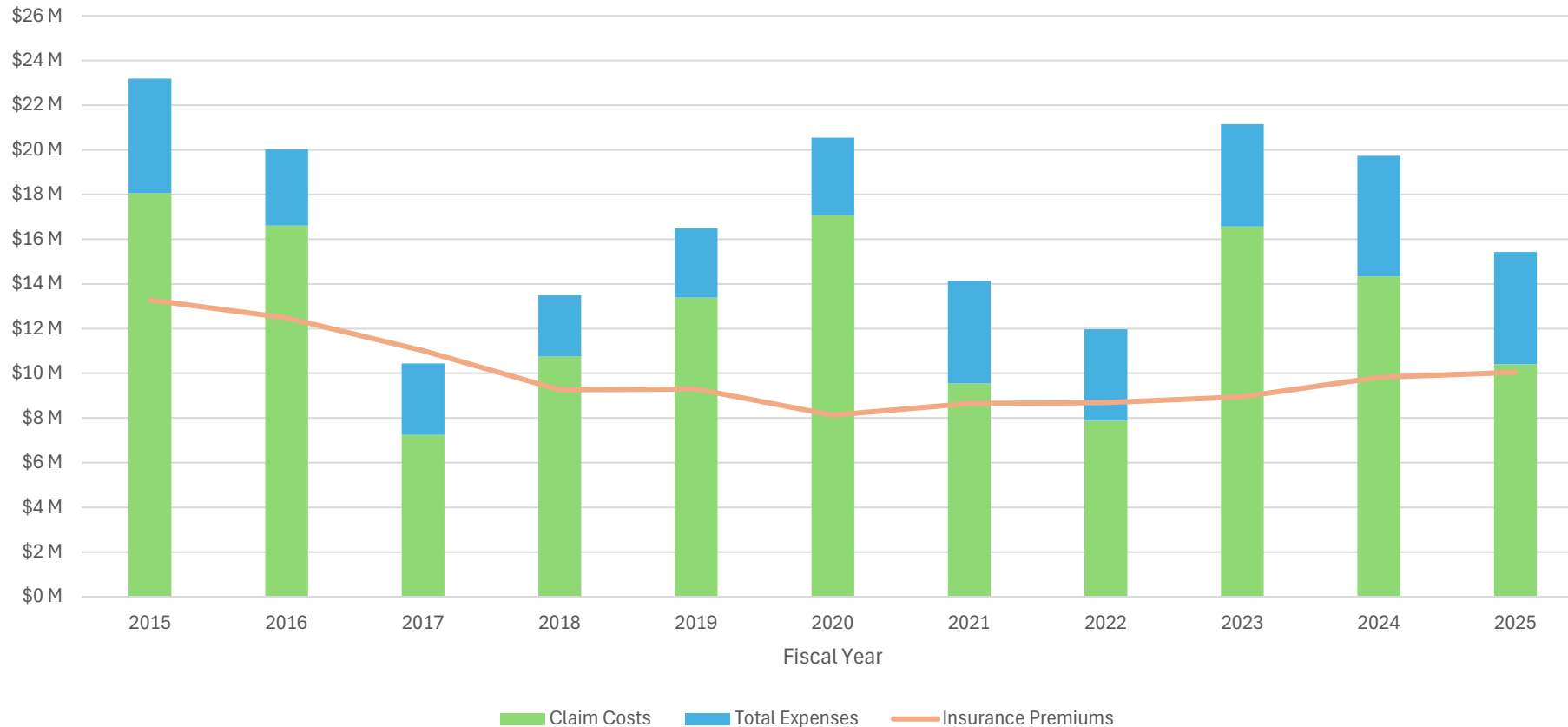
Injury claims



Motorcycles and taxis

- Motorcycle and urban taxi rates will remain the same during year one of the program while SGI consults with these groups on industry-specific concerns.

Motorcycle claim costs & insurance premiums



Taxi claim costs & insurance premiums



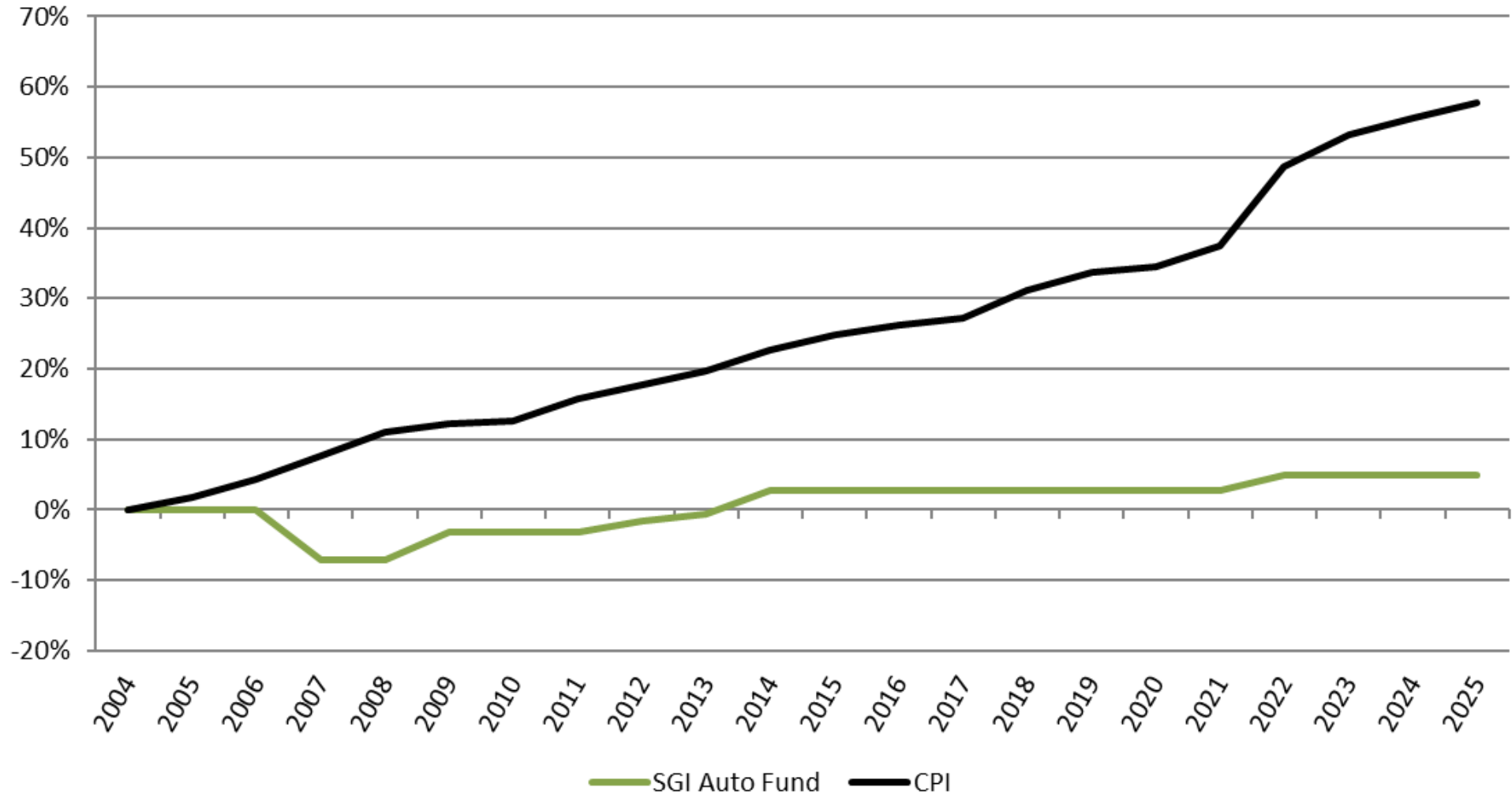


Light vehicle examples

Class	Model Year	Vehicle	Current Rate	Proposed Rate	Annual \$ Change	Annual % Change
PPV	2019	DODGE RAM 1500 CREW CAB 4WD	\$1,833	\$1,897	\$65	3.5%
PPV	2003	CHEVROLET IMPALA 4DR	\$749	\$779	\$30	4.0%
PPV	2018	HONDA CR-V AWD	\$1,401	\$1,451	\$50	3.6%
Farm	2005	CHEVROLET COLORADO EXT CAB 4WD	\$740	\$766	\$26	3.5%



Cumulative Rate Change versus Sask CPI



The logo features the letters 'SGI' in a bold, italicized green font. To the right of the letters are four vertical yellow bars of varying heights, creating a stylized graphic element. The background is white with teal and green curved shapes at the top and bottom edges.

SGI ||||