Sent: January 5, 2021 2:17 PM

To: the_Liversidge_letter@laliversidge.com

Subject: Message from L.A. Liversidge - NEER Active/Inactive Issue

Attachments: 20200804 LAL ltr to DW re NEER RF transition active versus inactive.pdf

Good afternoon,

I am writing to introduce you to an issue related to the costs outlined in the final issue of the WSIB NEER experience rating issue (issued in October/November 2020) that may impact your members.

I identified and wrote to the Board about this issue on August 4, 2020 (see my letter attached for the possible impacts of the issue). Following my letter the Board committed to remedy this problem in 2021.

The Board recently released its **Policy Agenda 2021** (see it <u>here</u>) which included changes to NEER policy (13-02-02, NEER (New Experimental Experience Rating Plan)) to address this issue:

To respond to this issue, the WSIB will identify 2017-2019 accident year claims that were classified as active in the 2020 issue and drew no benefits between April 1, 2020 and September 30, 2020. Any claims identified will be re-classified as inactive and the 2020 issue will be adjusted in 2021 as appropriate. Adjustments may increase a rebate, reduce a surcharge, and/or turn a surcharge into a rebate (see it here under the heading "Special NEER Adjustment in 2021").

Should you have any questions, please reach out at any time and I would be happy to discuss this issue or any other WSIB related issues.

LAL

L.A. Liversidge, LL.B.
L.A. Liversidge, Barrister & Solicitor,
Professional Corporation
5700 Yonge Street, Suite 200
Toronto, ON M2M 4K2
Direct Line: 416-986-1166

Fax: 416-590-9601 email: lal@laliversidge.com