

Notice to all Accredited Autobody and Glass Shops

2021 Light Vehicle Accreditation Agreement Compensation Schedule Restated – Effective July 1, 2022

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Due to the scope of recent material price increases, MPI recognizes the current challenges facing Manitoba's repair industry. Following input and consultation with the Automotive Trades Association and the Manitoba Motor Dealers Association, MPI will be making the following changes to the current compensation schedule effective July 1, 2022:

- Paint Material rate will increase by 10%:
 - Southern rate will increase to \$51.70/hr from \$47.00/hr
 - Northern rate will increase to \$62.04/hr from \$56.40/hr
- Physical Damage Shop Material rate will increase by 5%:
 - Southern rate will increase to \$7.05/hr from \$6.71/hr
 - Northern rate – no increase as there will be 40% differential from the new Southern rate
- Tempered Glass Shop Material rate will increase by 5%:
 - Southern rate will increase to \$7.05/hr from \$6.71/hr
 - Northern rate – no increase as there will be 40% differential from the new Southern rate
- Physical Damage and Glass Urethane Allowance rate will increase by 5%:
 - Southern and Northern rates will increase to \$33.60 per item from \$32.00 per item
- MPI will temporarily reduce the NAGS discount on Physical Damage and Glass to 23% from the current 25% to address temporary price surcharges implemented by suppliers. This will be monitored on a month-to-month basis. **The industry will be provided with a one-month notice when the discount returns to 25%.**

MPI will provide the following **new** compensation:

- Windshield Shop Material rate (**effective July 1, 2022**):
 - Southern rate of \$4.00/hr
 - Northern rate of \$4.80/hr
- Mechanical Specialty rate (**effective September 1, 2022** – not eligible for retroactive payment):
 - Southern rate of \$125.00/hr
 - Northern rate of \$150.00/hr

The Mechanical Specialty rate will cover specific engine, transmission, transfer case, differential, and trans-axle repairs.

All policies and procedures will be updated on MPI Partners to reflect these changes along with clarification of eligibility criteria. Where applicable, future compensation increases as outlined in years 3 and 4 of the Compensation Schedule will be made utilizing the same percentage increase based on these restated rates.

Under Section 21.5 of the LVAA, MPI is required to provide 30 days' notice of any changes. MPI is currently working on system changes and will complete retroactive payments of claims submitted for payment after July 1, 2022. Estimates will not be supplemented by MPI during this process. The Mechanical Specialty rate will be effective September 1, 2022, and as noted, not eligible for a retroactive payment.

Shops are not to implement changes until all system changes are complete. Additional information of systems change dates as well as retroactive payment process will be published shortly.

If you have any questions about this notice, please contact [MPI Partners](#) or your SRA.