

**NEWFOUNDLAND AND LABRADOR
BOARD OF COMMISSIONERS OF PUBLIC UTILITIES**

AN ORDER OF THE BOARD

NO. A.I. 25(2019)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 1990, c. A-22 (the
3 “*Act*”), as amended and regulations
4 thereunder; and
5

6 **IN THE MATTER OF** an application by
7 Dominion of Canada General Insurance
8 Company for approval to implement a
9 revised rating program for its All-Terrain
10 Vehicles, Snow Vehicles, Motorcycles,
11 Motorhomes and Historic Vehicles
12 classes of business.
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15 **WHEREAS** effective January 1, 2020 changes to the *Act* and regulations thereunder come into
16 effect which include mandatory reforms of the automobile insurance product; and
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18 **WHEREAS** the mandatory reforms include the introduction of Direct Compensation Property
19 Damage (“DCPD”) coverage for all vehicles and an increase in the deductible applicable to all
20 pain and suffering awards from \$2,500 to \$5,000; and
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22 **WHEREAS** on November 5, 2019 the Board implemented a simplified “Reform” filing option
23 and Reform Filing Guidelines to expedite the approval of the mandatory reform changes; and
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25 **WHEREAS** the Reform Filing Guidelines provide step-by-step procedures for splitting existing
26 Board approved Third Party Liability rates into rates for Bodily Injury, Property Damage-Tort and
27 DCPD sub-coverages as well as for reflecting the deductible increase into Bodily Injury rates; and
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29 **WHEREAS** on November 19, 2019 Dominion of Canada General Insurance Company
30 (“Dominion”) applied to the Board for approval of a revised rating program under the Reform
31 filing option for All Terrain Vehicles, Snow Vehicles, Motorcycles, Motorhomes and Historic
32 Vehicles classes of business; and
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34 **WHEREAS** Dominion resubmitted the application on November 26, 2019; and

1 **WHEREAS** on November 29, 2019 the Board's actuarial consultants, Oliver Wyman Limited,
2 reported that the revised rating program is consistent with the Reform Filing Guidelines and is
3 supported; and

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5 **WHEREAS** the Board is satisfied that the proposed rates are not too high in the circumstances.
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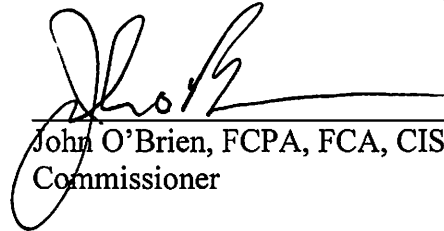
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8 **IT IS THEREFORE ORDERED THAT:**
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- 10 1. The revised rating program received November 26, 2019 from Dominion for its All-Terrain
11 Vehicles, Snow Vehicles, Motorcycles, Motorhomes and Historic Vehicles classes of business
12 is approved to be effective no sooner than January 20, 2020 for new business and March 1,
13 2020 for renewals.


DATED at St. John's, Newfoundland and Labrador, this 16th day of December, 2019.



Darlene Whalen, P.Eng., FEC
Chair and Chief Executive Officer



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary