

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

AN ORDER OF THE BOARD

NO. A.I. 25(2020)

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

5 **IN THE MATTER OF** an application by
6 Royal & Sun Alliance Insurance
7 Company of Canada for approval to
8 implement a revised rating program for
9 its Commercial Automobiles - Interurban
10 category of automobile insurance.
11
12

13 **WHEREAS** effective January 1, 2020 changes to the *Automobile Insurance Act* and regulations
14 thereunder came into effect which included mandatory reforms of the automobile insurance
15 product; and
16

17 **WHEREAS** the mandatory reforms included the introduction of Direct Compensation Property
18 Damage (“DCPD”) coverage for all vehicles and an increase in the deductible applicable to all
19 pain and suffering awards from \$2,500 to \$5,000; and
20

21 **WHEREAS** on June 2, 2020 Royal & Sun Alliance Insurance Company of Canada applied to the
22 Board for approval of a revised rating program under the Reform filing option for its Commercial
23 Automobiles – Interurban category of automobile insurance; and
24

25 **WHEREAS** the proposal is made in accordance with the Board’s Reform Filing Guidelines; and
26

27 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
28 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
29 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the
30 *Insurance Companies Act* or the respective regulations thereunder.

1 **IT IS THEREFORE ORDERED THAT:**

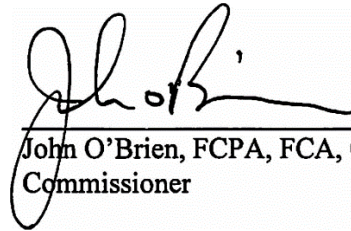
2
3
4
5
6

1. The revised rating program received June 2, 2020 from Royal & Sun Alliance Insurance Company of Canada for its Commercial Automobiles - Interurban category of automobile insurance is approved to be effective no sooner than November 16, 2020 for new business and for renewals.


DATED at St. John's, Newfoundland and Labrador, this 15th day of June, 2020.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary