

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

**AN ORDER OF THE BOARD**

**NO. A.I. 29(2020)**

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  
7 by XL Specialty Insurance Company for  
8 approval to implement a revised rating  
9 program for its Private Passenger  
10 Automobiles category of automobile  
11 insurance.  
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14 **WHEREAS** on June 1, 2020 XL Specialty Insurance Company applied to the Board for approval  
15 of a revised rating program under the IAO filing option for its Private Passenger Automobiles  
16 category of automobile insurance; and  
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18 **WHEREAS** the IAO filing option may be used by insurers to adopt the most recent IAO rates  
19 accepted for use by the Board; and  
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21 **WHEREAS** the IAO filing option may also be used to introduce modifications to the rates and  
22 risk classification system by insurers that are proposing to adopt or are currently using IAO rates;  
23 and  
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25 **WHEREAS** XL Specialty Insurance Company proposed to adopt the IAO rates for Private  
26 Passenger Automobiles accepted for use by the Board in Information Bulletin A.I. 2020-06 issued  
27 on May 5, 2020; and  
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29 **WHEREAS** XL Speciality Insurance Company also proposed to adopt the 2020 CLEAR rate  
30 group table that was accepted for use by the Board in Information Bulletin A.I. 2020-02 issued on  
31 February 26, 2020; and  
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33 **WHEREAS** XL Specialty Insurance Company does not have any statistical data to develop its  
34 own rates; and

1 **WHEREAS** there is no impact on the overall rate level as a result of this proposal since XL  
2 Specialty Insurance Company does not currently write any individually rated automobile policies  
3 in the province; and

4  
5 **WHEREAS** the revised rating program is consistent with the IAO Filing Guidelines and is  
6 supported; and

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

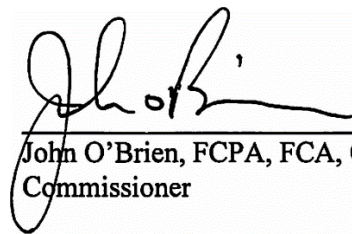
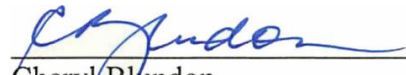
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14 **IT IS THEREFORE ORDERED THAT:**

- 15  
16 1. The revised rating program received June 1, 2020 from XL Specialty Insurance Company for  
17 its Private Passenger Automobiles category of automobile insurance is approved to be effective  
18 no sooner than September 1, 2020 for new business and renewals.

**DATED** at St. John’s, Newfoundland and Labrador, this 16<sup>th</sup> day of June, 2020.



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

  
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John O'Brien, FCPA, FCA, CISA  
Commissioner

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Cheryl Blundon  
Board Secretary