

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

AN ORDER OF THE BOARD

NO. A.I. 8(2020)

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

6 **IN THE MATTER OF** an application by
7 Elite Insurance Company for approval to
8 implement a revised rating program for
9 its Miscellaneous Vehicles - Motorhome
10 category of automobile insurance.
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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
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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
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21 **WHEREAS** on November 5, 2019 the Board implemented a simplified “Reform” filing option
22 and Reform Filing Guidelines to expedite the approval of the mandatory reform changes; and
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24 **WHEREAS** the Reform Filing Guidelines provide step-by-step procedures for splitting existing
25 Board approved Third Party Liability rates into rates for Bodily Injury, Property Damage-Tort and
26 DCPD sub-coverages as well as for reflecting the deductible increase into Bodily Injury rates; and
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28 **WHEREAS** on February 28, 2020 Elite Insurance Company applied to the Board for approval of
29 a revised rating program under the Reform filing option for its Miscellaneous Vehicles -
30 Motorhome category of automobile insurance; and
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32 **WHEREAS** the revised rating program is consistent with the Reform Filing Guidelines and is
33 supported; and
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35 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
36 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the

1 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act*, the
2 *Insurance Companies Act* or the respective regulations thereunder.

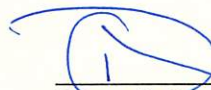
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4 **IT IS THEREFORE ORDERED THAT:**


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- 6 1. The revised rating program received February 28, 2020 from Elite Insurance Company for its
7 Miscellaneous Vehicles - Motorhome category of automobile insurance is approved to be
8 effective no sooner than July 1, 2020 for new business and for renewals.

DATED at St. John's, Newfoundland and Labrador, this 17th day of March, 2020.


Dwanda Newman, LL.B.
Vice Chair


Christopher Pike, LL.B., FCIP
Commissioner


Cheryl Blundon
Board Secretary