

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

AN ORDER OF THE BOARD

NO. A.I. 87(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
7 by CUMIS General Insurance Company
8 for approval to implement a revised rating
9 program for its Motorcycles class
10 of automobile insurance.
11
12

13 **WHEREAS** on August 31, 2020 CUMIS General Insurance Company (“CUMIS”) applied to the
14 Board for approval of a revised rating program under the Mandatory Simplified filing option for
15 its Motorcycles class of automobile insurance, effective March 1, 2021 for new business and
16 renewals; and
17

18 **WHEREAS** CUMIS does not have sufficient volume to perform an actuarial analysis for
19 Motorcycles and proposed to adopt the rates and algorithms of Co-operators General Insurance
20 Company (“CGIC”); and
21

22 **WHEREAS** CUMIS and CGIC are both members of The Co-operators group of companies; and
23

24 **WHEREAS** CUMIS noted that adopting CGIC rates would allow it to continue to offer clients
25 appropriate rates and to benefit from the advantages of the group of companies; and
26

27 **WHEREAS** CUMIS proposes to adopt the 2020 CLEAR Rate Group Table; and
28

29 **WHEREAS** the Board finds that the proposal is made in accordance with the Board’s Mandatory
30 Simplified Filing Guidelines and is supported; and
31

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

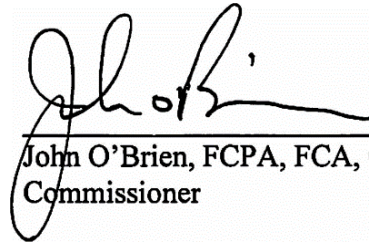
1 **IT IS THEREFORE ORDERED THAT:**
2

- 3 1. The proposal received August 31, 2020 from CUMIS General Insurance Company for its
4 Motorcycles class of automobile insurance is approved to be effective no sooner than
5 March 1, 2021 for new business and renewals.

DATED at St. John's, Newfoundland and Labrador, this 1st day of October, 2020.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary