

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

**AN ORDER OF THE BOARD**

**NO. A.I. 16(2020)**

1 **IN THE MATTER OF** the *Automobile*  
2 *Insurance Act*, RSNL 1990, c. A-22, as  
3 amended, and regulations thereunder; and  
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5 **IN THE MATTER OF** an application by  
6 Facility Association for approval to  
7 implement rule changes for its  
8 Commercial Vehicles class of business.  
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11 **WHEREAS** on March 27, 2020 Facility Association applied to the Board for approval to  
12 implement rule changes for its Commercial Vehicles class of business to be effective no sooner  
13 than August 1, 2020 for New Business and Renewals; and  
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15 **WHEREAS** on May 13, 2020 Facility Association filed supplemental information in support of  
16 the proposed rule changes; and  
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18 **WHEREAS** a number of the proposed rule changes have the potential to impact premiums but  
19 Facility Association is unable to quantify the premium impact or number of policyholders that may  
20 be affected; and  
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22 **WHEREAS** the majority of the rule changes have no impact on premiums and could have been  
23 made via a manual update without requiring Board approval; and  
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25 **WHEREAS** Facility Association has provided a summary of the rule review process and rationale  
26 for making each of the rule changes; and  
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28 **WHEREAS** the proposed rule changes are intended to equip Facility Association with all  
29 necessary underwriting and rating information in a fair and equitable manner; and  
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31 **WHEREAS** the Board is satisfied that the proposed rule changes are just and reasonable in the  
32 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the  
33 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the  
34 *Insurance Companies Act* or the respective regulations thereunder.

1 **IT IS THEREFORE ORDERED THAT:**  
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- 3 1. The proposal received March 27, 2020 from Facility Association to implement rule  
4 changes for its Commercial Vehicles class of business is approved to be effective no sooner  
5 than August 1, 2020 for New Business and Renewals.

**DATED** at St. John's, Newfoundland and Labrador, this 25<sup>th</sup> day of May, 2020.



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



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Christopher Pike, LL.B., FCIP  
Commissioner



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Cheryl Blundon  
Board Secretary