

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

AN ORDER OF THE BOARD

NO. A.I. 27(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 Commercial Vehicles
10 category of automobile insurance.
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13 **WHEREAS** on June 1, 2020 XL Specialty Insurance Company applied to the Board for approval
14 of a revised rating program under the IAO filing option for its Commercial Vehicles category of
15 automobile insurance; and
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17 **WHEREAS** the IAO filing option may be used by insurers to adopt the most recent IAO rates
18 accepted for use by the Board; and
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20 **WHEREAS** the IAO filing option may also be used to introduce modifications to the rates and
21 risk classification system by insurers that are proposing to adopt or are currently using IAO rates;
22 and
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24 **WHEREAS** XL Specialty Insurance Company proposed to adopt the IAO rates for Commercial
25 Vehicles accepted for use by the Board in Information Bulletin A.I. 2020-06 issued on May 5,
26 2020; and
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28 **WHEREAS** XL Specialty Insurance Company also proposed to adopt the 2019 commercial rate
29 group tables; and
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31 **WHEREAS** XL Specialty Insurance Company does not have any statistical data to develop its
32 own rates; and
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34 **WHEREAS** there is no impact on the overall rate level as a result of this proposal since XL
35 Specialty Insurance Company does not currently write any individually rated automobile policies
36 in the province; and

1 **WHEREAS** the revised rating program is consistent with the IAO Filing Guidelines and is
2 supported; and

3
4 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
5 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
6 financial circumstances of the insurer, and do not violate the Automobile Insurance Act or the
7 Insurance Companies Act or the respective regulations thereunder.

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10 **IT IS THEREFORE ORDERED THAT:**

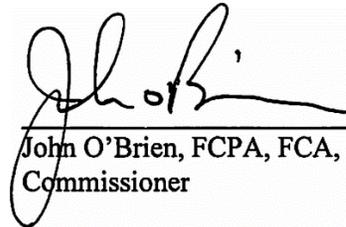
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- 12 1. The revised rating program received June 1, 2020 from XL Specialty Insurance Company for
13 its Commercial Vehicles category of automobile insurance is approved to be effective no
14 sooner than September 1, 2020 for new business and renewals.

DATED at St. John's, Newfoundland and Labrador, this 16th 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