

Newfoundland and Labrador Board of Commissioners of Public Utilities
Automobile Insurance Rate Filing Summary
Reform Filing

Company and Contact Information	
Name of Insurer	Facility Association
Type of Business	Motorcycles
New Business Effective Date	January 1, 2021
Renewal Business Effective Date	January 1, 2021
Board Order #	A.I. 45(2020)
Board Decision	Approved

Proposed Rate Changes	
Bodily Injury TPL - Combined	-3.0%
Property Damage - Tort	n/a
DCPD	n/a
Accident Benefits	0.0%
Uninsured Auto	0.0%
SEF #44	0.0%
Collision	0.0%
Comprehensive	0.0%
Specified Perils	0.0%
All Perils	n/a
Total Overall	-1.6%

Current Average Written Premium								
Statistical Territory	Third Party Liability		Accident Benefits	Uninsured Auto	SEF#44	Collision	Comprehensive	Specified Perils
004	226		88	12	118	1118	1127	328
005	240		88	12	116	876	824	405
006	229		87	12	122	1917	1265	370
007	216		90	12	116	961	924	363

Proposed Average Written Premium									
Statistical Territory	Bodily Injury	PD-Tort	DCPD	Accident Benefits	Uninsured Auto	SEF#44	Collision	Comprehensive	Specified Perils
004	201	2	16	88	12	118	1118	1127	328
005	214	2	17	88	12	116	876	824	405
006	204	2	16	87	12	122	1917	1265	370
007	192	2	15	90	12	116	961	924	363

Summary of Changes/Additional Information
Provide a general outline of the changes proposed in the filing. (e.g. discount/surcharge changes, endorsement changes, rate group table updates, capping provisions, etc.)
This is NL mandatory reform filing to (a) introduce Direct Compensation Property Damage (“DCPD”) for all vehicles; and (b) increase in the deductible applicable to all pain and suffering awards from \$2,500 to \$5,000.
* Split existing Board approved Third Party Liability rates into rates for Bodily Injury, Property Damage-Tort and DCPD sub-coverages, as well as reflecting the deductible increase into Bodily Injury rates.
* The Board published allocation of the current Third Party Liability premium into Bodily Injury, Property Damage-Tort and DCPD (which includes the change in deductible from \$2,500 to \$5,000) has been used, that results no additional support is provided.
* No deductible is not available for DCPD, limits of coverage (and corresponding increased limit factors) do not apply to DCPD, the vehicle rate group applies to DCPD coverage and the Collision rate group factors are adopted to DCPD coverage. The proposed DCPD base rates are adjusted by off-balance factors to ensure the overall DCPD premium rate is revenue neutrality.