

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	Private Passenger Vehicle
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	-2.0%
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	-1.4%

Current Average Written Premium								
Statistical Territory	Third Party Liability		Accident Benefits	Uninsured Auto	SEF#44	Collision	Comprehensive	Specified Perils
004	2272		190	36	19	654	318	85
005	1036		147	36	20	608	208	38
006	1152		116	36	22	772	327	58
007	1063		143	36	20	577	211	52

Proposed Average Written Premium									
Statistical Territory	Bodily Injury	PD-Tort	DCPD	Accident Benefits	Uninsured Auto	SEF#44	Collision	Comprehensive	Specified Perils
004	1704	45	477	190	36	19	654	318	85
005	777	21	218	147	36	20	608	208	38
006	864	23	242	116	36	22	772	327	58
007	797	21	223	143	36	20	577	211	52

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.