

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

AN ORDER OF THE BOARD

NO. A.I. 49(2020)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 1990, c. A-22, as
3 amended, and regulations thereunder; and
4

5 **IN THE MATTER OF** an application by
6 Tokio Marine & Nichido Fire Insurance
7 Company Limited for approval to
8 implement a revised rating program for
9 its Miscellaneous Vehicles category of
10 automobile insurance.
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13 **WHEREAS** effective January 1, 2020 changes to the *Automobile Insurance Act* and regulations
14 thereunder came into effect which included mandatory reforms of the automobile insurance
15 product; and
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17 **WHEREAS** the mandatory reforms included the introduction of Direct Compensation Property
18 Damage (“DCPD”) coverage for all vehicles and an increase in the deductible applicable to all
19 pain and suffering awards from \$2,500 to \$5,000; and
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21 **WHEREAS** on June 30, 2020 Tokio Marine & Nichido Fire Insurance Company Limited applied
22 to the Board for approval of a revised rating program under the Reform filing option for its
23 Miscellaneous Vehicles category of automobile insurance, including Antique Vehicles, ATVs,
24 Camper Units, Motorcycles, Motorhomes, Snow Vehicles and Trailers; and
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26 **WHEREAS** Tokio Marine & Nichido Fire Insurance Company Limited has no relevant exposures
27 in the province and proposed to adopt the most recent rates and risk classification system of its
28 partner company, Northbridge General Insurance Corporation; and
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30 **WHEREAS** in Order No. A.I. 46(2020) Northbridge General Insurance Corporation received
31 approval for a revised rating program for its Miscellaneous Vehicles category of automobile
32 insurance effective November 21, 2020 for new business and renewals; and
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34 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
35 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the

1 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the
2 *Insurance Companies Act* or the respective regulations thereunder.

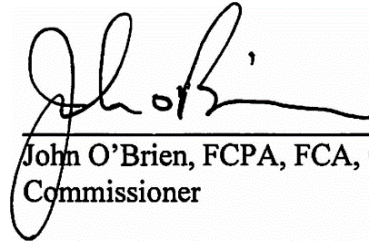
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5 **IT IS THEREFORE ORDERED THAT:**

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7 1. The revised rating program received June 30, 2020 from Tokio Marine & Nichido Fire
8 Insurance Company Limited for its Miscellaneous Vehicles category of automobile insurance
9 is approved to be effective no sooner than November 21, 2020 for new business and for
10 renewals.

DATED at St. John's, Newfoundland and Labrador, this 17th day of July, 2020.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Sara Kean
Assistant Board Secretary