

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

AN ORDER OF THE BOARD

NO. A.I. 18(2021)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 1990, c. A-22,
3 as amended, and regulations
4 thereunder; and
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6 **IN THE MATTER OF** an application
7 by Intact Insurance Company for
8 approval of rating program changes for
9 its Private Passenger Vehicles
10 category of automobile insurance.
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13 **WHEREAS** on May 20, 2021 Intact Insurance Company (“Intact”) applied to the Board under the
14 Supplemental filing option for approval of rating program changes for its Private Passenger
15 Vehicles category of automobile insurance; and
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17 **WHEREAS** the proposed changes were related to the recent acquisition of Royal & Sun Alliance
18 Insurance Company of Canada (“RSA”) by Intact; and
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20 **WHEREAS** the proposed changes included the following:

- 21 (a) adoption of 2021 CLEAR rate group table;
22 (b) capping parameters for the integration of RSA policies to manage dislocation; and
23 (c) addition of new terms for Endorsement SEF 43 and a corresponding addition of Plus Pac
24 Option E; and
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26 **WHEREAS** Intact proposed to off-balance the impact of the changes through base rates; and
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28 **WHEREAS** the proposed rate level impact was +0.31% overall on an uncapped basis and +0.08%
29 overall on a capped basis; and
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31 **WHEREAS** Intact provided justification to support the proposed changes; and
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33 **WHEREAS** the Board is satisfied that the proposed changes are just and reasonable in the
34 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
35 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the
36 *Insurance Companies Act* or the respective regulations thereunder.

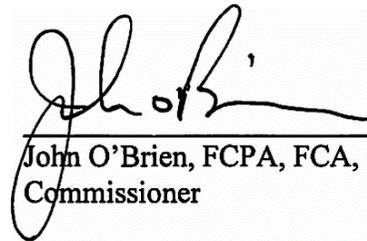
1 **IT IS THEREFORE ORDERED THAT:**
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- 3 1. The proposal received May 20, 2021 from Intact Insurance Company for its Private
4 Passenger Vehicles category of automobile insurance is approved to be effective no sooner
5 than October 5, 2021 for new business and November 5, 2021 for renewals.

DATED at St. John's, Newfoundland and Labrador, this 4th day of June, 2021.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary