

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

AN ORDER OF THE BOARD

NO. A.I. 27(2021)

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 by
7 Northbridge General Insurance
8 Corporation for approval to implement a
9 revised rating program for its Private
10 Passenger Automobiles category of
11 automobile insurance.
12
13

14 **WHEREAS** on June 14, 2021 Northbridge General Insurance Corporation (“NGIC”) applied to
15 the Board for approval of a revised rating program under the IAO filing option for its Private
16 Passenger Automobiles category of automobile insurance; and
17

18 **WHEREAS** on July 14, 2021 NGIC submitted a revised proposal; and
19

20 **WHEREAS** the IAO filing option may be used by insurers to adopt the most recent IAO rating
21 program accepted for use by the Board; and
22

23 **WHEREAS** the IAO filing option may also be used to introduce deviations to the IAO rating
24 program by insurers that are proposing to adopt or are currently using IAO rates; and
25

26 **WHEREAS** NGIC proposed to adopt the IAO rating program for Private Passenger Automobiles
27 accepted for use by the Board in Information Bulletin A.I. 2020-08 issued on September 14, 2020;
28 and
29

30 **WHEREAS** NGIC proposed a number of deviations to the Board-accepted IAO rating program;
31 and
32

33 **WHEREAS** NGIC proposed to adopt 2021 CLEAR; and
34

35 **WHEREAS** NGIC proposed a number of underwriting, endorsement and rating rule changes; and

1 **WHEREAS** NGIC noted that it did not have sufficient volume to justify a rating program based
2 on company specific data; and

3
4 **WHEREAS** NGIC provided rationale for its proposed deviations to the IAO rating program and
5 for the proposed underwriting, endorsement and rating rule changes; and

6
7 **WHEREAS** the revised rating program is filed in accordance with the IAO Filing Guidelines and
8 is supported; and

9
10 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
11 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
12 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the
13 *Insurance Companies Act* or the respective regulations thereunder.

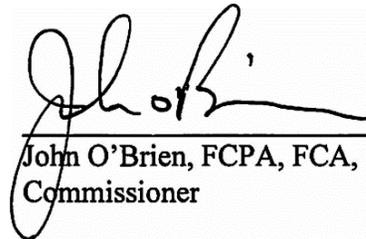
14
15
16 **IT IS THEREFORE ORDERED THAT:**

- 17
18 1. The revised rating program received July 14, 2021 from Northbridge General Insurance
19 Corporation for its Private Passenger Automobiles category of automobile insurance is
20 approved to be effective no sooner than April 25, 2022 for new business and June 9, 2022 for
21 renewals.

DATED at St. John's, Newfoundland and Labrador, this 29th day of July, 2021.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Sara Kean
Assistant Board Secretary