

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

AN ORDER OF THE BOARD

NO. A.I. 38(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 Verasure Insurance Company for
8 approval to implement a revised rating
9 program for its Miscellaneous Vehicles
10 category of automobile insurance.
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13 **WHEREAS** on July 13, 2021 Verasure Insurance Company (“Verasure”) applied to the Board
14 for approval of a revised rating program under the IAO filing option for its Miscellaneous Vehicles
15 category of automobile insurance, which includes the ATVs, Motorcycles, Motorhomes and Snow
16 Vehicles vehicle classes; and
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18 **WHEREAS** the IAO filing option may be used by insurers to adopt the most recent IAO rating
19 program accepted for use by the Board; and
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21 **WHEREAS** the IAO filing option may also be used to introduce deviations to the IAO rating
22 program by insurers that are proposing to adopt or are currently using IAO rates; and
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24 **WHEREAS** Verasure proposed to adopt the IAO rating program for Miscellaneous Vehicles
25 accepted for use by the Board in Information Bulletin A.I. 2021-04 issued on June 8, 2021; and
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27 **WHEREAS** Verasure proposed to align with its partner company, Northbridge General
28 Insurance Company (“NGIC”), by adopting the same deviations to the IAO rating program,
29 underwriting rule changes, endorsement changes and rating rule changes approved for NGIC in
30 Order No. A.I. 31(2021); and
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32 **WHEREAS** Verasure noted that it has zero exposures and thus does not have sufficient volume
33 to justify a rating program based on company specific data; and
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35 **WHEREAS** the revised rating program is filed in accordance with the IAO Filing Guidelines and
36 is supported; and

1 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
2 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
3 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the
4 *Insurance Companies Act* or the respective regulations thereunder.
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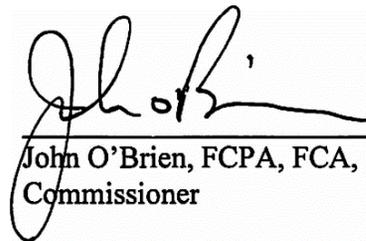
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7 **IT IS THEREFORE ORDERED THAT:**
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- 9 1. The revised rating program received July 13, 2021 from Verassure Insurance Company for its
10 Miscellaneous Vehicles category of automobile insurance is approved to be effective no sooner
11 than April 25, 2022 for new business and June 9, 2022 for renewals.

DATED at St. John's, Newfoundland and Labrador, this 19th day of August, 2021.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary