

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

AN ORDER OF THE BOARD

NO. A.I. 36(2021)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 1990, c. A-22,
3 as amended, and regulations
4 thereunder; and
5

6 **IN THE MATTER OF** an application
7 by Tokio Marine & Nichido Fire
8 Insurance Company Limited for approval
9 to implement a revised rating program for
10 its Miscellaneous Vehicles category of
11 automobile insurance.
12
13

14 **WHEREAS** on July 13, 2021 Tokio Marine & Nichido Fire Insurance Company Limited
15 (“Tokio”) applied to the Board for approval of a revised rating program under the IAO filing option
16 for its Miscellaneous Vehicles category of automobile insurance, which includes the ATVs,
17 Motorcycles, Motorhomes and Snow Vehicles vehicle classes; and
18

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

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

25 **WHEREAS** Tokio proposed to adopt the IAO rating program for Miscellaneous Vehicles
26 accepted for use by the Board in Information Bulletin A.I. 2021-04 issued on June 8, 2021; and
27

28 **WHEREAS** Tokio proposed to align with its partner company, Northbridge General Insurance
29 Company (“NGIC”), by adopting the same deviations to the IAO rating program, underwriting
30 rule changes, endorsement changes and rating rule changes approved for NGIC in Order No. A.I.
31 31(2021); and
32

33 **WHEREAS** Tokio noted that it has zero exposures and thus does not have sufficient volume to
34 justify a rating program based on company specific data; and

1 **WHEREAS** the revised rating program is filed in accordance with the IAO Filing Guidelines and
2 is supported; and

3
4 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
5 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
6 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the
7 *Insurance Companies Act* or the respective regulations thereunder.
8

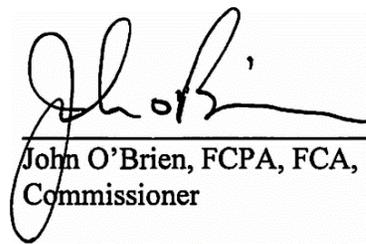
9
10 **IT IS THEREFORE ORDERED THAT:**

- 11
12 1. The revised rating program received July 13, 2021 from Tokio Marine & Nichido Fire
13 Insurance Company Limited for its Miscellaneous Vehicles category of automobile insurance
14 is approved to be effective no sooner than April 25, 2022 for new business and June 9, 2022
15 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