

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

**AN ORDER OF THE BOARD**

**NO. A.I. 89(2020)**

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 Novex Insurance Company for  
8 approval of a discount change for its  
9 Private Passenger Automobiles category  
10 of automobile insurance.  
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13 **WHEREAS** on September 30, 2020 Novex Insurance Company applied to the Board for approval  
14 of a discount change under the Expedited Approval option for its Private Passenger Automobiles  
15 category of automobile insurance; and  
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17 **WHEREAS** Novex Insurance Company proposed to increase a discount applicable to qualifying  
18 group members from 5% to 7.5%; and  
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20 **WHEREAS** Novex Insurance Company did not propose to off-balance current base rates for the  
21 discount change; and  
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23 **WHEREAS** the proposed discount change results in an overall rate decrease of 0.56%; and  
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25 **WHEREAS** the Board finds the proposed rate change is in accordance with the Expedited  
26 Approval Filing Guidelines as it does not exceed +3.0% in one year, does not cumulatively exceed  
27 +6.0% in three years, and does not result in dislocation to any vehicle premium greater than  
28 +10.0% overall after capping; and  
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30 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the  
31 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the  
32 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the  
33 *Insurance Companies Act* or the respective regulations thereunder.

1 **IT IS THEREFORE ORDERED THAT:**

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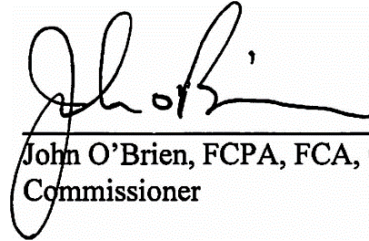
1. The proposed discount change received on September 30, 2020 from Novex Insurance Company for its Private Passenger Automobiles category of automobile insurance is approved to be effective no sooner than January 1, 2021 for new business and renewals.

**DATED** at St. John's, Newfoundland and Labrador, this 9<sup>th</sup> day of October, 2020.



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



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John O'Brien, FCPA, FCA, CISA  
Commissioner



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Cheryl Blundon  
Board Secretary