

NOVA SCOTIA REGULATORY AND APPEALS BOARD**IN THE MATTER OF THE INSURANCE ACT**

- and -

IN THE MATTER OF AN APPLICATION by **THE SOVEREIGN GENERAL INSURANCE COMPANY** for approval to adopt the rates and risk-classification systems for IAO Actuarial Consulting Services Inc. for private passenger vehicles including the 2025 CLEAR Rate Group Table for private passenger vehicles

BEFORE:

Jennifer L. Nicholson, CPA, CA, Member

DECISION and ORDER

The Sovereign General Insurance Company applied to the Nova Scotia Regulatory and Appeals Board for approval to adopt the rates and risk-classification systems that the Board recently approved for IAO Actuarial Consulting Services Inc. for private passenger vehicles [2025 NSRAB 3], including the 2025 CLEAR Rate Group Table (Canada, Collisions, DCPD and Comprehensive Separated for Alberta & Atlantic Canada).

Sovereign's application followed the Board's *Rate Filing Requirements for Automobile Insurance – Section 155G Adopt IAO Rates*. Sovereign did not propose modifications to the approved IAO rates and risk-classification system.

Sovereign's application also followed the Board's Rate Filing Requirements for Automobile Insurance – Section 155G CLEAR and included updated profiles which the Board finds shows a reasonable range of impacts for the selected vehicles and that the implementation of the new Table will result in a small overall premium impact and an acceptable premium dislocation distribution.

The Board finds it is just and reasonable for Sovereign to use the approved IAO rates and risk-classification system and to adopt the 2025 version of the CLEAR Rate Group Table.

The Board finds the application complies with the *Insurance Act and Regulations*.

The Board approves the application and orders that:

I CERTIFY THAT THE WITHIN IS A TRUE
AND CORRECT COPY OF THE ORIGINAL

DATED THIS 17th DAY OF June, 2025



Pamela E. McGarrigle, Clerk of the Board
Nova Scotia Regulatory and Appeals Board

1. The approval is effective October 25, 2025, for new business and renewal business.
2. Sovereign's mandatory filing date for private passenger vehicles is reset to June 1, 2027.

DATED at Halifax, Nova Scotia, this 17th day of June 2025.

Pamela McGarrigle

Clerk of the Board