



ORDER NUMBER
G-167-19

IN THE MATTER OF
the *Utilities Commission Act*, RSBC 1996, Chapter 473

and

the *Insurance Corporation Act*, RSBC 1996, Chapter 228, as amended

and

Insurance Corporation of British Columbia
Modernizing Passenger Transportation Services Tariff Amendments Application

BEFORE:

K. A. Keilty, Commissioner

on July 29, 2019

ORDER

WHEREAS:

- A. On July 8, 2019, the Lieutenant Governor in Council approved Order in Council No. (OIC) 411/19 directing the Insurance Corporation of British Columbia (ICBC) to apply to the British Columbia Utilities Commission (BCUC), by July 19, 2019, for approval of rate amendments as set out in OIC 411/19 (Modernization of Passenger Transportation Services Directive);
- B. On July 8, 2019, the Lieutenant Governor in Council approved OIC 412/19, amending *Special Direction IC2 to the British Columbia Utilities Commission, B.C. Reg. 307/2004* (Special Direction IC2) such that the BCUC must approve and set the changes to rates within 20 days of ICBC applying for approval of changes to rates in accordance with the Modernization of Passenger Transportation Services Directive;
- C. On July 10, 2019, in accordance with OIC 411/19, ICBC filed its Modernizing Passenger Transportation Services Tariff Amendments Application (Application) to the BCUC. In the Application, ICBC submits that changes to the Basic insurance tariff (Tariff) reflect the Government's objectives as set out in the Modernization of Passenger Transportation Services Directive. ICBC submits that the Application is consistent with the legislative and regulatory framework in which ICBC and the BCUC operate, including government directives;
- D. ICBC seeks approval of the amended Tariff pages attached in the Modernization of Passenger Transportation Services Directive, as provided in Appendix A of the Application. The amended Tariff pages include the following effective dates for the changes:

- i. Amendments relating to the introduction of new ride-hailing/transportation network services (TNS) and vehicle-sharing/peer-to-peer vehicle rental services (P2P) insurance products and Basic insurance rates to be effective September 16, 2019;
 - ii. Rates for TNS Basic insurance to be effective on September 1 in each successive year from 2020 up to and including 2028; and
 - iii. Amendments to rate class and territory factors for taxis to be effective September 1, 2019 and on September 1 in each successive year up to and including 2028.
- E. By Orders G-188-18, G-244-18 and G-109-19 dated September 28, 2018, December 17, 2018 and May 22, 2019, respectively, the BCUC approved rate design amendments to the Tariff, excluding adjustments to taxi base rates. Order G-188-18 also directed ICBC, among other things, to file on an annual basis a report on the results and impact of the new rate design starting December 31, 2021; and
- F. The BCUC reviewed and considered the Application in accordance with OICs 411/19 and 412/19 and considers that approval is required as directed. The BCUC has not reviewed the Application for its regulatory justification.

NOW THEREFORE the BCUC orders as follows:

1. The Tariff pages attached in the Modernization of Passenger Transportation Services Directive, as shown in items 1 through 9 in Appendix A to this order, are approved effective September 16, 2019.
2. The Tariff pages attached in the Modernization of Passenger Transportation Services Directive, as shown in item 10 in Appendix A to this order, are approved effective September 1, 2019 and on September 1 of each successive year up to and including 2028.
3. ICBC is directed to file as a compliance filing the Tariff pages effective September 1, 2019 and September 16, 2019 to the BCUC for endorsement as soon as is practicable.
4. ICBC is directed to file as a compliance filing the Tariff pages taking effect on September 1 in each successive year from 2020 through 2028 to the BCUC. The pages must be filed at least 60 days prior to its effective date for BCUC endorsement.
5. ICBC is directed to incorporate the results and impact of the rate amendments set out in this Application within the scope of its annual reporting to be BCUC, as established by Order G-188-18.

DATED at the City of Vancouver, in the Province of British Columbia, this 29th day of July 2019.

BY ORDER

Original signed by:

K. A. Keilty
Commissioner

Attachment

Insurance Corporation of British Columbia
Modernizing Passenger Transportation Services Tariff Amendments Application

Item	Tariff Page	Effective Date
1	Index, pages 2 and 5	September 16, 2019
2	Definitions, pages 3 and 4	September 16, 2019
3	Basic Insurance Premiums, pages 4 and 5	September 16, 2019
4	Basic Insurance Premiums, pages 32B through 32I	September 16, 2019
5	Schedule B: Vehicle Rate Classes, pages 6, 6A, 55, and 59 through 61	September 16, 2019
6	Schedule I: Discounts and Fleet Surcharges, pages 2 and 2A	September 16, 2019
7	Schedule R: Temporary Operation Permit and Owner's Certificate of Insurance Premiums, page 1	September 16, 2019
8	Schedule AC: Blanket Certificate Discounts and Surcharges, pages 1 through 8	September 16, 2019
9	Schedule AD: Blanket Certificate Premium Adjustment Agreement, pages 1 through 4	September 16, 2019
10	Schedule C: Vehicle Rate Class and Territory Factors, pages 5 and 10	September 1, 2019 and on September 1 of each successive year up to and including 2028