



**ORDER NUMBER
G-188-16**

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

and

the Insurance Corporation Act, R.S.B.C. 1996, Chapter 228, as amended

and

Insurance Corporation of British Columbia
Application for Approval of the High-value Vehicle Charge and
Amendments to the Basic Insurance Tariff

BEFORE:

D. M. Morton, Commissioner
H. G. Harowitz, Commissioner
R. I. Mason, Commissioner
R. D. Revel, Commissioner

on December 15, 2016

ORDER

WHEREAS:

- A. On December 6, 2016, the Lieutenant Governor in Council approved and ordered Order in Council 909, amending *Special Direction IC2 to the BC Utilities Commission, BC regulation 307/2003, as amended* (Special Direction IC2), which directs the British Columbia Utilities Commission (Commission) to approve and set the rates for the high-value vehicle charge, within 20 days of the Insurance Corporation of British Columbia (ICBC or corporation) applying for approval of the charge in accordance with a government directive;
- B. On December 6, 2016, the Lieutenant Governor in Council approved and ordered Order in Council 910, which amended the *Insurance Vehicle Regulation* (IVR), adding section 15.9 to give ICBC the authority to set the amount payable to the corporation for the issue of the types of certificates respecting coverage for the types of high-value vehicles designated by the corporation for this purpose;
- C. On December 6, 2016, the Lieutenant Governor in Council approved and ordered Order in Council 908, the government directive regarding the high-value vehicle charge, which directs ICBC to implement the high-value vehicle charge in the amount and with the particulars set out in the amended pages to the Basic Insurance Tariff (Tariff) that are attached to the government directive;
- D. On December 7, 2016, ICBC filed an Application pursuant to Order in Council 908 seeking a Commission order to amend the Tariff with respect to the high-value vehicle charge.

E. The Commission reviewed the Application and considers that its approval is required.

NOW THEREFORE pursuant to section 3 of the *Utilities Commission Act* the British Columbia Utilities Commission orders as follows:

1. The Basic Insurance Tariff pages in Attachment A to this order, which exclude reference to fleets and garage vehicle certificates, are approved, effective January 8, 2017.
2. The Basic Insurance Tariff pages in Attachment B to this order, which indicate a charge for fleets and garage vehicle certificates, are approved and will be effective upon Insurance Corporation of British Columbia (ICBC) notifying the Commission that certificates for vehicles insured in a fleet and vehicles insured as owned vehicles under a garage vehicle certificate are administered in ICBC's new policy administration system.
3. ICBC is directed to submit any necessary consequential amendments to the attached pages of the Basic Insurance Tariff, and any other tariff pages, to reflect dates of implementation and any changes to the Basic Insurance Tariff approved before the attached pages are implemented.

DATED at the City of Vancouver, in the Province of British Columbia, this 16th day of December 2016.

BY ORDER

Original signed by:

D. M. Morton
Commissioner

Attachments

HIGH-VALUE VEHICLE CHARGE

TARIFF PAGES

(No charge with respect to fleets and garage vehicle certificates)

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3. OTHER RATES

3.A. ICBC Payment Plan

3.B. Insurance Fees

3.B.1 Uniform Financial Responsibility (Form SR-22)

3.B.2 THIS SECTION IS NO LONGER IN EFFECT

3.B.3 THIS SECTION IS NO LONGER IN EFFECT

3.C. High-value Vehicle Charge

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1. DEFINITIONS

Note: Unless otherwise noted in this Basic Insurance Tariff, terms defined in the *Insurance (Vehicle) Act* or the *Insurance (Vehicle) Regulation* have the same meaning when used in this Basic Insurance Tariff.

base rate premium	means the premium for a vehicle determined in accordance with Schedule C before applying discounts and surcharges.
Basic insurance	means universal compulsory vehicle insurance coverage as defined in section 1 of the <i>Insurance (Vehicle) Act</i> .
business code	means the number corresponding to a garage operator's business determined in accordance with Schedule O.
certificate	unless otherwise specified, includes an owner's certificate, a garage policy, coverage under a temporary operation permit and an additional product certificate.
Commission	means the British Columbia Utilities Commission.
disability discount	means a discount applied to a base rate premium in accordance with Schedule G.
driver risk premium	means a premium calculated in accordance with Section 3 of Schedule E.
Fleetplan	means the method of calculation of the premium payable for coverage provided for a fleet.
fleet discount	means the discount described in Section 2.D.3 of this Basic Insurance Tariff.
fleet surcharge	means the surcharge described in Section 2.D.4 of this Basic Insurance Tariff.
garage policy	means a garage vehicle certificate established under section 149(1)(k) of the <i>Insurance (Vehicle) Regulation</i> .
high-value vehicle	means a vehicle registered in British Columbia a) that is i) a private passenger vehicle, or ii) registered, but not licensed as a private passenger motor vehicle, and

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- b) the vehicle either
- i) has a manufacturer's suggested retail price greater than \$150,000, or does not have a manufacturer's suggested retail price but at the time the vehicle was first available for sale, the price was greater than \$150,000 or
 - ii) has a manufacturer's suggested retail price greater than \$400,000, or does not have a manufacturer's suggested retail price but at the time the vehicle was first available for sale, the price was greater than \$400,000, and
- c) the difference between the calendar year at the time of an application for a certificate and the model year of the vehicle assigned by the vehicle's manufacturer is not greater than seven for vehicles described in paragraph b) i) and not greater than fourteen for vehicles described in paragraph b) ii).

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ICA	means the <i>Insurance Corporation Act</i> as amended from time to time.
ICBC	means the corporation defined in section 1 of the <i>Insurance (Vehicle) Act</i> .
IVA	means the <i>Insurance (Vehicle) Act</i> as amended from time to time.
IVR	means the <i>Insurance (Vehicle) Regulation</i> as amended from time to time.
light commercial vehicle	means a commercial vehicle with a GVW of 5,000kg or less.
limited access island	means an island that is not accessible by scheduled vehicle ferry service or by bridge
motor vehicle	means a motor vehicle as defined in the <i>Motor Vehicle Act</i> .
multiple crash premium	means a premium calculated in accordance with Schedule F.
point penalties	means point penalties that may be recorded against the driving record of a driver under the <i>Motor Vehicle Act</i> and <i>Motor Vehicle Act Regulations</i> .
point penalty premium	means a premium calculated in accordance with Section 2 of Schedule E.
premium payable	means the premium determined in accordance with Section 2.C., 2.D, 2.E, 2.F, 2.G or 2.N of this Basic Insurance Tariff.
private passenger vehicle	means a vehicle that is registered and licensed under the <i>Motor Vehicle Act</i> as a private passenger motor vehicle.

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rate class	means the rate class for a vehicle determined in accordance with Schedule B.
shock loss	means a claim payment including reserves for a vehicle that is part of a fleet in an amount that is (a) greater than \$7,500, and (b) at least double the amount of the next largest claim payment including reserves for any vehicle in the same fleet within the applicable scan period
short term certificate	means (a) a certificate, except an additional product certificate that is issued for a term of less than 11 months plus one day but does not include a certificate issued (i) for a vehicle rated in vehicle rate class 800, 900, 901, 902, 903, 904, 905 or 906, or (ii) in conjunction with a quarterly licence under section 5.02 of the <i>Commercial Transport Regulations</i> (2005) under the <i>Commercial Transport Act</i> (b) a certificate in respect of a vehicle in a fleet under Part 12 of the IVR and under 2.D. of this Basic Insurance Tariff, the term of which is determined under section 162(1.1) of the IVR.
trailer	means a trailer as defined in the <i>Motor Vehicle Act</i> .
vehicle	means a motor vehicle or trailer.

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2.C. Premium Payable for an Owner's Certificate for a Vehicle (Other Than Fleetplan)

2.C.1 Calculation of Base Rate Premium

The base rate premium for a new or renewal owner's certificate for a vehicle will, unless the vehicle is insured under Fleetplan (see Section 2.D), or unless another provision of the Basic Insurance Tariff applies, be calculated in accordance with Schedule C (Schedule of Basic Insurance Premiums) with reference to the rate class and territory declared in the application for that owner's certificate.

2.C.2 Calculation of Premium Payable

Subject to Sections 2.I (Minimum and Retained Premium), 2.M (Short Term Premium Surcharge) of this Basic Insurance Tariff, the premium payable for each owner's certificate will be calculated by:

1. determining the base rate premium for that vehicle, then
2. applying the disability discount calculated in accordance with Schedule G (Disability Discount), if any, to the base rate premium determined in accordance with subparagraph 1 above, then
3. applying the discount or surcharge determined in accordance with Schedule D (Claim-Rated Scale), if any, to the premium calculated in subparagraph 2 above.

If the premium payable is financed, Section 3A of this Basic Insurance Tariff applies,

If the vehicle is a high-value vehicle, Section 3.C of this Basic Insurance Tariff applies.

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2.F. Premium Payable for Additional Product Certificates

ICBC may issue various additional product certificates pursuant to Part 11 of the IVR. This Section 2.F sets out how the premium for the Basic insurance portion of the additional product certificates is calculated.

2.F.1 APV16 Temporary Operation Permit and Owner's Certificate of Insurance.

2.F.1.1 Calculation of Premium – General

The premium payable for each Temporary Operation Permit and Owner's Certificate of Insurance (TOP), except those referred to in Sections 2.F.1.2 and 2.F.1.3, will be calculated in accordance with Table 1 of Schedule R with reference to the rate class shown on the face of the TOP for the vehicle that is to be insured and the number of days for which coverage under the TOP is required (subject to a maximum of 15 days coverage).

If the vehicle is a high-value vehicle that if insured on an owner's certificate would not be insured in a fleet or as an owned vehicle under a garage policy, Section 3.C of this Basic Insurance Tariff applies.

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2.F.1.2 Calculation of Premium for Commercial Vehicles Over 5,000 kg or Trailers Transporting Dangerous Goods Insured in a Fleet or as an Owned Vehicle Under a Garage Policy

For vehicles described in section 1(5)(d) of Schedule 3 to the IVR and insured in a fleet or as an owned vehicle under a garage policy the premium payable will be the premium calculated in accordance with Section 2.F.1.1 together with an additional premium calculated in accordance with Table 2 of Schedule R.

2.F.1.3 System-Wide Outage Temporary Operation Permit and Owner's Certificate of Insurance (APV 16S)

The premium payable for a System-Wide Outage Temporary Operation Permit and Owner's Certificate of Insurance is \$6. Coverage is for a period of three days.

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2.F.12 Limited Access Island Certificate

This certificate is issued on a Manuscript Certificate (APV284). It may be issued annually or for a short term period, but the minimum short term period is 3 months.

2.F.12.1 Calculation of Premium

The premium payable will be calculated by:

- 1) Determining the base rate premium in accordance with section 2.C.1, but not 2.C.2 of this Basic Insurance Tariff, with respect to the rate class declared and Territory "W" (regardless of the territory actually applicable).
- 2) Taking 30% of the base rate premium determined in step 1).

If the vehicle is a high-value vehicle, Section 3.C of this Basic Insurance Tariff applies.

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2.F.14 Special Event Certificate

This coverage is issued on a Manuscript Certificate form (APV 284). It provides Basic insurance for vehicles that will be operated for a limited period of time in connection with a short term community event such as a music festival or air show.

2.F.14.1 Calculation of Premium

The premium payable is the base rate premium for the vehicle prorated in accordance with Section 2.K.3 of this Basic Insurance Tariff.

If the vehicle is a high-value vehicle, Section 3.C of this Basic Insurance Tariff applies. |N

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2.F.15 Unusual Vehicle Certificate

This coverage is issued on a Manuscript Certificate form (APV 284). It provides Basic insurance for vehicles that, due to unique characteristics of size, configuration or use, do not fit within any of the rate classes or additional product certificates described in this Basic Insurance Tariff.

2.F.15.1 Calculation of Premium

The premium payable will be calculated by determining which rate class within Schedule B (Vehicle Rate Classes) most closely resembles the type and use of the vehicle being insured and calculating a premium in accordance with section 2.C of this Basic Insurance Tariff using that rate class.

If the vehicle is being insured for less than 1 year the premium payable may be prorated in accordance with section 2.K.3 of this Basic Insurance Tariff.

If the vehicle is a high-value vehicle, Section 3.C of this Basic Insurance Tariff applies. |N

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Other Rates Page 2
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3.B.3 THIS SECTION IS NO LONGER IN EFFECT

3.C High-value Vehicle Charge

If another section of this Basic Insurance Tariff indicates that this Section 3.C applies, a high-value vehicle charge is payable for the issue of a certificate.

The amount of the high-value vehicle charge is the amount equal to the difference between the premium that would be payable if the vehicle were not a high-value vehicle and the result of calculating premium in accordance with this Basic Insurance Tariff with the following changes:

- (a) for a vehicle to be insured under an owner's certificate (APV250), if not insured in a fleet or as an owned vehicle under a garage policy, by doubling the amount of base rate premium payable prior to applying any discounts or surcharges,
- (b) for a vehicle to be insured under a temporary operation permit and owner's certificate of insurance (APV16), other than a system-wide outage temporary operation permit and certificate of insurance (APV16S), or a manuscript certificate (APV284) for a limited access island certificate or special event certificate, by doubling the amount of premium payable, and
- (c) for a vehicle to be insured under a manuscript certificate (APV284) for an unusual vehicle certificate, by doubling the amount of base rate premium payable prior to applying any discounts or surcharges.

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HIGH-VALUE VEHICLE CHARGE

TARIFF PAGES

(Includes charge with respect to fleets and garage vehicle certificates)

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Subject to Sections 2.D.7 (Special Rating for Fleetplan), 2.I (Minimum and Retained Premium), 2.M (Short Term Premium Surcharge), the premium payable for each new or renewal owner's certificate for each vehicle in a fleet will be calculated by:

1. determining the base rate premium for the vehicle to which the owner's certificate applies, then
2. applying a fleet discount or fleet surcharge determined in accordance with sections 2.D.3 or 2.D.4 of this Basic Insurance Tariff to the premium calculated in subparagraph 1 above.

If the premium payable is financed, Section 3A of this Basic Insurance Tariff applies.

If the vehicle is a high-value vehicle, Section 3.C of this Basic Insurance Tariff applies.

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For some fleets a portion of the premium may be refundable in accordance with a Fleet Premium Adjustment Agreement – see Section 2.D.5.

2.D.3 Fleet Discount

The fleet discount for a new or renewal owner's certificate for each vehicle in a fleet is the applicable percentage, if any, set out in Schedule I (Fleet Discounts and Fleet Surcharges) that is deducted from the base rate premium.

2.D.4 Fleet Surcharge

The fleet surcharge for a new or renewal owner's certificate for each vehicle in a fleet is the applicable percentage, if any, set out in Schedule I (Fleet Discounts and Fleet Surcharges) that is added to the base rate premium.

2.D.5 Fleet Premium Adjustment Agreement (Retrospective Rating)

For a fleet with more than 200 vehicles or an annual paid premium of \$100,000 or more, the fleet operator may elect to enter into a Fleet Premium Adjustment Agreement in the form set out in Schedule K with ICBC. A Fleet Premium Adjustment Agreement allows for a premium adjustment in addition to the applicable fleet discount or fleet surcharge. The premium adjustment is made at specific times outlined in the Agreement after the losses have had time to develop.

2.D.6 Fleet Reporting Certificate

A fleet operator applying for renewal of an owner's certificate may, if the fleet operator currently holds a Fleet Reporting Certificate, elect to insure under a Fleet Reporting Certificate if the fleet consists of

- (a) 5 or more motor vehicles licensed under section 10 of the *Commercial Transport Act*, or

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- (b) 500 or more vehicles during the insurance year.

A Fleet Reporting Certificate allows the premium payable calculated in accordance with Section 2.D.2 of this Basic Insurance Tariff to be paid monthly using one of the following formulas to calculate the monthly payment (which must be selected at the time of application):

(a) Monthly payment = (premium payable + estimated aggregate distance to be driven by all of the revenue generating vehicles in the fleet during the policy term (expressed in thousands of miles or thousands of kilometers)) x actual distance (expressed in miles or kilometers) driven in the month

(b) Monthly payment = (premium payable + estimated gross receipts of the revenue generating vehicles in the fleet during the policy term (expressed in hundreds of dollars)) x actual gross receipts of the revenue generating vehicles in the fleet for the month

(c) For each unique combination of rate class, territory and high-value vehicles that applies to one or more vehicles in the fleet, calculate: |C

[(the annual premium payable for one vehicle in that unique combination calculated in accordance with Section 2.D.2.2 of this Basic Insurance Tariff] + 12) x [the number of vehicles in the fleet at the end of each month to which that unique combination applies] |C

and then take the aggregate of the results of each calculation for the fleet to obtain the amount of the monthly payment.

2.D.7 Special Rating for Fleetplan

2.D.7.1 Shock Loss Rating Consideration

Where a fleet experiences a shock loss which would, but for this Section 2.D.7.1, have the effect of moving the fleet from an actual loss ratio (as defined in Schedule I - Fleet Discounts and Fleet Surcharges) of less than 80% to an actual loss ratio of 80% or more, the amount of the shock loss and any payment including reserves in respect of any other claims taken into account in calculating the loss ratio will be capped at \$7,500 for the purpose of calculating the fleet discount or fleet surcharge pursuant to Section 2.D.3 or 2.D.4 of this Basic Insurance Tariff.

2.D.7.2 Credit for Prior Good Loss Experience

If a fleet has an actual loss ratio of 80% or higher in the current scan period, but did not have an actual loss ratio of 80% (as defined in Schedule I - Fleet Discounts and Fleet Surcharges) or higher in the immediately preceding scan period (as defined in Schedule I), the fleet discount or fleet surcharge will be calculated as if the amount in Column 2 of the table in section 2(c) of Schedule I was the average of the amount found in Column 2 of the table in section 2(c) of

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Schedule I based on the actual loss ratio in the current scan period and \$7,500 based on the actual loss ratio for the immediately preceding scan period rounded up to the nearest amount appearing in Column 2 of the table in section 2(c) of Schedule I.

2.D.7.3 Temporary Capping Due to Standardization of Trailer Basic Insurance Premiums

Effective January 1, 2011

- a) Basic insurance rates for trailers set out in Schedule C changed, and
- b) Schedule I changed to provide that trailers comprising part of a fleet are no longer eligible for fleet discounts or surcharges

(these changes are referred to as the "standardized trailer rate changes").

If the total Basic premium payable for all vehicles in a fleet as set out in the renewal notices sent by ICBC to a fleet operator before the fleet's effective date of renewal in 2011 is higher by more than \$300 and by more than 20% compared to what it would have been had the standardized trailer rate changes not been made, then

- c) the fleet's total Basic premium payable at time of renewal for 2011 is reduced by the amount by which the Basic premium set out in the renewal notices exceeds the greater of \$300 and 120% of what the total Basic premium set out in the notices would have been had the standardized trailer rate changes not been made,
- d) in 2012, if the total Basic premium set out in the renewal notices for that year is higher by more than \$600 and by more than 40% compared to what it would have been had the standardized trailer rate changes not been made, the fleet's total Basic premium payable at time of renewal for 2012 is reduced by the amount by which the Basic premium set out in the notices exceeds the greater of \$600 and 140% of what the Basic premium set out in the notices would have been had the standardized trailer rate changes not been made, and
- e) in 2013, 2014 and 2015, the same reduction as set out in the preceding paragraph d) shall be made, but the stated percentages and dollar amounts shall increase by 20% and \$300 each year (i.e., 60%, 160% and \$900 for 2013; 80%, 180% and \$1,200 for 2014; and 100%, 200% and \$1,500 for 2015).

2.D.8 U-Drive Vehicles Used in Place of Courtesy Cars

Vehicles that are:

- (a) insured under Fleetplan, and
- (b) rated in Rate Class 008, 018 or 901

may be entitled to a partial rebate or reduction of premium in accordance with Schedule W.

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2.D.9 New Fleets and Fleet Transfers

2.D.9.1 Transfer of a Fleet to a New Fleetplan Account

Despite Sections 2.D.3 and 2.D.4, if

- (a) a fleet or a portion of a fleet is transferred from one person or entity to another,
- (b) the transferor is insured under Fleetplan prior to the transfer but the transferee is not,
- (c) the transferee insures under Fleetplan upon transfer, and
- (d) the personnel of the transferee responsible for the operation of the fleet or the portion of the fleet being transferred are substantially the same individuals who were responsible for the operation of the fleet or portion of the fleet immediately before the transfer

ICBC will calculate the Fleet Discount or Fleet Surcharge of the Transferee based on the loss experience of the transferor, provided that if only a portion of a fleet is transferred the Fleet Discount or Fleet Surcharge so calculated will only be applied for the first two Fleetplan policy terms following the transfer.

2.D.9.2 Transfer of a Fleet to an Existing Fleetplan Account

Despite Sections 2.D.3 and 2.D.4, if

- (a) a fleet is transferred from one person or entity to another,
- (b) both the transferor and the transferee are insured under Fleetplan prior to the transfer,
- (c) the transferee continues to insure under Fleetplan upon transfer, and
- (d) the personnel of the transferee responsible for the operation of the fleet being transferred are substantially the same individuals who were responsible for the operation of the fleet immediately before the transfer

ICBC will calculate the Fleet Discount or Fleet Surcharge of the Transferee based on the combined loss experience of the transferor and the transferee for the subsequent fleet renewals.

2.D.9.3 Parent and Subsidiary

Despite Sections 2.D.3 and 2.D.4, if a parent company and one or more subsidiaries of that company, at least one of which is insured under Fleetplan, elect to insure the vehicles owned or leased by both the parent and the subsidiaries under a single existing Fleetplan account, ICBC will calculate the Fleet Discount or Fleet Surcharge of the Fleetplan Account based on the combined loss experience of the parent and the subsidiaries for subsequent fleet renewals.

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2.E. Premium Payable for Garage Policies

2.E.1 General

Garage policies have three separate types of coverage divided into different sections and subsections:

- Section 1) Third party liability for owned and customers' vehicles:
- Subsection 1A – Owned Vehicles ("1A" coverage)
 - Subsection 1B – Customers' Vehicles ("1B" coverage)
- Section 2) Own damage coverage for owned vehicles, and
- Section 3) Legal liability for own damage to customers' vehicles:
- Subsection 3A – Collision to Customers' Vehicles ("3A" coverage)
 - Subsection 3B – Comprehensive ("3B" coverage)
 - Subsection 3C – Specified Perils ("3C" coverage)

2.E.2 Section 1 - Third Party Liability, Accident Benefits, Underinsured Motorist Protection

Subsection 1A - Owned Vehicles

Premiums for 1A coverage are based on three factors:

1. the "garage rate" based on the territory in which the garage is located, the limit of liability, and the applicable business code, calculated in accordance with Table 1A-1 or 1A-2 of Schedule L
2. the number of licence plates issued to the garage, and
3. the type of licence plates issued to the garage. Each type of licence plate is assigned a number of plate points in accordance with Schedule M, and the number of plate points for a particular garage is the aggregate of all plate points for the licence plates issued to the garage.

Subject to Section 2.E.5 of this Basic Insurance Tariff, the premium payable for 1A coverage is calculated by the following formula:

$[\text{garage rate}] \times [\# \text{ of plate points } / 100] = \text{premium payable}$

If the vehicle is a high-value vehicle, Section 3.C of this Basic Insurance Tariff applies.

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Subsection 1B – Customers' Vehicles

Premiums for 1B coverage are based on

1. the "garage rate" based on the territory in which the garage is located, the limit of liability, and the applicable business code, calculated in accordance with Table 1B-1 or 1B-2 of Schedule L, and

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2.F. Premium Payable for Additional Product Certificates

ICBC may issue various additional product certificates pursuant to Part 11 of the IVR. This Section 2.F sets out how the premium for the Basic insurance portion of the additional product certificates is calculated.

2.F.1 APV16 Temporary Operation Permit and Owner's Certificate of Insurance.

2.F.1.1 Calculation of Premium – General

The premium payable for each Temporary Operation Permit and Owner's Certificate of Insurance (TOP), except those referred to in Sections 2.F.1.2 and 2.F.1.3, will be calculated in accordance with Table 1 of Schedule R with reference to the rate class shown on the face of the TOP for the vehicle that is to be insured and the number of days for which coverage under the TOP is required (subject to a maximum of 15 days coverage).

If the vehicle is a high-value vehicle, Section 3.C of this Basic Insurance Tariff applies.

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2.F.1.2 Calculation of Premium for Commercial Vehicles Over 5,000 kg or Trailers Transporting Dangerous Goods Insured in a Fleet or as an Owned Vehicle Under a Garage Policy

For vehicles described in section 1(5)(d) of Schedule 3 to the IVR and insured in a fleet or as an owned vehicle under a garage policy the premium payable will be the premium calculated in accordance with Section 2.F.1.1 together with an additional premium calculated in accordance with Table 2 of Schedule R.

If the vehicle is a high-value vehicle, Section 3.C of this Basic Insurance Tariff applies.

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2.F.1.3 System-Wide Outage Temporary Operation Permit and Owner's Certificate of Insurance (APV 16S)

The premium payable for a System-Wide Outage Temporary Operation Permit and Owner's Certificate of Insurance is \$6. Coverage is for a period of three days.

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Other Rates Page 2

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3.B.3 THIS SECTION IS NO LONGER IN EFFECT

3.C High-value Vehicle Charge

If another section of this Basic Insurance Tariff indicates that this Section 3.C applies, a high-value vehicle charge is payable for the issue of a certificate.

The amount of the high-value vehicle charge is the amount equal to the difference between the premium that would be payable if the vehicle were not a high-value vehicle and the result of calculating premium in accordance with this Basic Insurance Tariff with the following changes:

(a) for a vehicle to be insured under an owner's certificate (APV250):

(i) if not insured in a fleet or as an owned vehicle under a garage policy, by doubling the amount of base rate premium payable prior to applying any discounts or surcharges,

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(ii) if insured in a fleet, by doubling the amount of base rate premium payable prior to applying the fleet discount or fleet surcharge, or

(iii) if insured as an owned vehicle under a garage policy, by doubling the number of plate points used in calculating the premium payable,

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(b) for a vehicle to be insured under a temporary operation permit and owner's certificate of insurance (APV16), other than a system-wide outage temporary operation permit and certificate of insurance (APV16S), or a manuscript certificate (APV284) for a limited access island certificate or special event certificate, by doubling the amount of premium payable, and

(c) for a vehicle to be insured under a manuscript certificate (APV284) for an unusual vehicle certificate, by doubling the amount of base rate premium payable prior to applying any discounts or surcharges.