

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

**AN ORDER OF THE BOARD**

**NO. A.I. 3(2018)**

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

6 **IN THE MATTER OF** an application  
7 by Traders General Insurance Company  
8 for approval to implement a revised  
9 rating program for its Private  
10 Passenger Automobiles class  
11 of business.  
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14 **WHEREAS** on October 3, 2017 Traders General Insurance Company (“Traders”) applied to the  
15 Board for approval of a revised rating program for its Private Passenger Automobiles class of  
16 business; and  
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18 **WHEREAS** the revised rating program proposes rates that are higher than those currently  
19 approved by the Board for certain coverages; and  
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21 **WHEREAS** on December 12, 2017 the Board’s consulting actuaries, Oliver Wyman Limited  
22 (“Oliver Wyman”), filed a report of findings with the Board which identified key areas of the filing  
23 for the Board’s consideration; and  
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25 **WHEREAS** on December 13, 2017 the Oliver Wyman report was forwarded to Traders for  
26 comment; and  
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28 **WHEREAS** on December 14, 2017 Traders provided comments on the Oliver Wyman report; and  
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30 **WHEREAS** on December 18, 2017 Oliver Wyman filed a revised report; and  
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32 **WHEREAS** on December 22, 2017 the Board extended the 90-day review timeline; and  
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34 **WHEREAS** the Board finds that Traders failed to justify its proposals related to amendments to  
35 surcharges and tier rating discounts for groups as set out in the Reasons for Decision to be issued  
36 separately; and

1 **WHEREAS** Traders may file a revised rating program for its Private Passenger Automobiles class  
2 of business reflecting the findings of the Board.

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5 **IT IS THEREFORE ORDERED THAT:**

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7 1. The application is denied.  
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9 2. Traders General Insurance Company will be required to pay the costs of the Board associated  
10 with this filing, including the costs of the actuarial review.

**DATED** at St. John's, Newfoundland and Labrador, this 29<sup>th</sup> day of January, 2018.



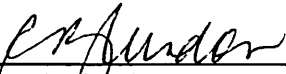
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Darlene Whalen, P. Eng.  
Vice-Chair



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Dwanda Newman, LL.B.  
Commissioner



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Cheryl Blundon  
Board Secretary