

NEWFOUNDLAND AND LABRADOR
BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

AN ORDER OF THE BOARD

NO. A.I. 29(2019)

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

6 **IN THE MATTER OF** an application
7 by Facility Association for approval to
8 implement a revised rating program for
9 its Garage class of business.
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11
12 **WHEREAS** on September 16, 2019 Facility Association (“Facility”) applied to the Board for
13 approval of a revised rating program for its Garage class of business; and
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15 **WHEREAS** the revised rating program proposes rates that are higher than those currently
16 approved by the Board for certain coverages; and
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18 **WHEREAS** on November 29, 2019 the Board’s actuarial consultants, Oliver Wyman Limited
19 (“Oliver Wyman”), filed a report (“Oliver Wyman Report”) of findings with the Board which
20 identified key areas of the filing for the Board’s consideration; and
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22 **WHEREAS** on December 2, 2019 the Oliver Wyman Report was forwarded to Facility for
23 comment; and
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25 **WHEREAS** on December 12, 2019 Facility filed an amended rate application; and
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27 **WHEREAS** on December 13, 2019 Oliver Wyman reported that the amended rate application
28 received from Facility on December 12, 2019 was consistent with prior Board decisions for
29 Facility rate applications for its Garage class of business; and
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31 **WHEREAS** the Board is satisfied that the proposed rates are not too high in the circumstances.

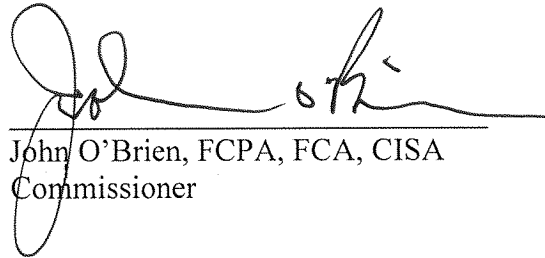
1 **IT IS THEREFORE ORDERED THAT:**

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- 3 1. The revised rating program received December 12, 2019 from Facility Association for its
- 4 Garage class of business is approved to be effective no sooner than April 1, 2020 for new
- 5 business and renewals.
- 6
- 7 2. Facility Association will be required to pay the costs of the Board associated with this filing,
- 8 including the costs of the actuarial review.

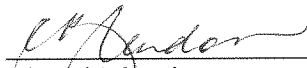
DATED at St. John's, Newfoundland and Labrador, this 19th day of December, 2019.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary