

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

AN ORDER OF THE BOARD

NO. A.I. 7(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
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6 **IN THE MATTER OF** an application
7 by Co-operators General Insurance
8 Company for approval to implement a
9 revised rating program for its Private
10 Passenger Automobiles class of
11 business.
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14 **WHEREAS** on January 16, 2019 Co-operators General Insurance Company (“Co-operators”) applied to the Board for approval of a revised rating program for its Private Passenger Automobiles class of business; and
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18 **WHEREAS** the revised rating program proposes rates that are higher than those currently approved by the Board for certain coverages; and
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21 **WHEREAS** on March 11, 2019 the Board’s actuarial consultants, Oliver Wyman Limited (“Oliver Wyman”), filed a report (“Oliver Wyman Report”) of findings with the Board which identified key areas of the filing for the Board’s consideration; and
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25 **WHEREAS** on March 15, 2019 the Oliver Wyman Report was forwarded to Co-operators for comment; and
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28 **WHEREAS** on March 22, 2019 Co-operators filed commentary in relation to the Oliver Wyman Report; and
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31 **WHEREAS** on March 25, 2019 Oliver Wyman provided additional follow-up; and
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33 **WHEREAS** the Board finds that Co-operators has not justified its proposals related to the profit provision; and
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1 **WHEREAS** Co-operators may file a revised rate proposal for its Private Passenger Automobiles
2 class of business reflecting the findings of the Board as set out in the Reasons for Decision to be
3 issued separately.

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6 **IT IS THEREFORE ORDERED THAT:**

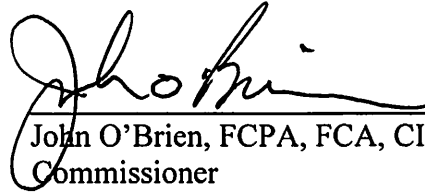
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- 10 1. The application is denied.
11 2. Co-operators General Insurance Company will be required to pay the costs of the Board associated with this filing, including the costs of the actuarial review.

DATED at St. John's, Newfoundland and Labrador, this 12th day of April, 2019.



Darlene Whalen, P.Eng., FEC
Chair & CEO



John O'Brien, FCPA, FCA, CISA
Commissioner



Sara Kean
Assistant Board Secretary