

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

AN ORDER OF THE BOARD

NO. A.I. 133(2020)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 1990, c. A-22,
3 as amended and regulations
4 thereunder; and
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6 **IN THE MATTER OF** an application
7 by Liberty Mutual Insurance Company
8 for approval to implement a revised rating
9 program for its Private Passenger
10 Automobiles category of
11 automobile insurance.
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14 **WHEREAS** on October 13, 2020 Liberty Mutual Insurance Company (“Liberty”) applied to the
15 Board for approval of a revised rating program under the IAO filing option for its Private Passenger
16 Automobiles category of automobile insurance; and
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18 **WHEREAS** the IAO filing option may be used by insurers to adopt the most recent IAO rating
19 program accepted for use by the Board; and
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21 **WHEREAS** the IAO filing option may also be used to introduce deviations from the IAO rating
22 program by insurers that are proposing to adopt or are currently using IAO rates; and
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24 **WHEREAS** Liberty does not have sufficient company loss experience to prepare an independent
25 actuarially based filing; and
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27 **WHEREAS** Liberty proposed to adopt the IAO rates for Private Passenger Automobiles accepted
28 for use by the Board in Information Bulletin A.I. 2020-08 issued on September 14, 2020; and
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30 **WHEREAS** Liberty also proposed a deviation to the IAO rating program to introduce Driving
31 Record 7; and
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33 **WHEREAS** the revised rating program is consistent with the IAO Filing Guidelines and is
34 supported; and

1 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
2 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
3 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the
4 *Insurance Companies Act* or the respective regulations thereunder.
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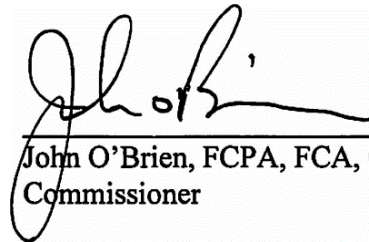
7 **IT IS THEREFORE ORDERED THAT:**
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- 9 1. The revised rating program received October 13, 2020 from Liberty Mutual Insurance
10 Company for its Private Passenger Automobiles category of automobile insurance is approved
11 to be effective no sooner than February 1, 2021 for new business and renewals.

DATED at St. John's, Newfoundland and Labrador, this 10th day of December, 2020.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary