

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

AN ORDER OF THE BOARD

NO. A.I. 27(2022)

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 by
7 Security National Insurance Company
8 for approval of rating program changes
9 for its Private Passenger Automobiles
10 category of automobile insurance.
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13 **WHEREAS** on September 2, 2022 Security National Insurance Company (“SNIC”) applied to the
14 Board under the Supplemental filing option for approval of rating program changes for its Private
15 Passenger Automobiles category of automobile insurance; and
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17 **WHEREAS** SNIC proposed changes to its program rating variables, discounts, surcharges and
18 endorsements, and proposed to off-balance all but one of the proposed changes for revenue
19 neutrality; and
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21 **WHEREAS** the filing was sent to the Board’s actuarial consultants, Oliver Wyman, for review; and
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23 **WHEREAS** Oliver Wyman issued a report of findings that raised points for the Board’s
24 consideration with respect to the off-balancing of one of the proposed discount changes; and
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26 **WHEREAS** SNIC filed a submission in response to the Oliver Wyman report that reiterated its
27 position and provided additional justification for its proposal; and
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29 **WHEREAS** the Board acknowledges that a range of differing opinions is expected when making
30 rating program changes and is satisfied that SNIC has provided adequate support for its proposal;
31 and
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33 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
34 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
35 financial circumstances of the insurer, and do not violate the **Automobile Insurance Act** or the
36 **Insurance Companies Act** or the respective regulations thereunder.

1 **IT IS THEREFORE ORDERED THAT:**

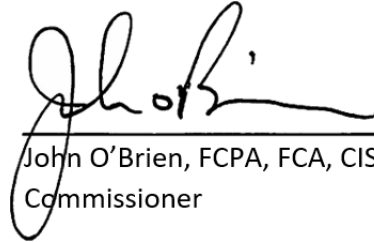
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1. The proposal received September 2, 2022 from Security National Insurance Company for approval of rating program changes for its Private Passenger Automobiles category of automobile insurance is approved to be effective no sooner than February 6, 2023 for new business and March 23, 2023 for renewals.

DATED at St. John's, Newfoundland and Labrador, this 5th day of December, 2022.



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



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary