

**A.I. 16(2006)**

1 **IN THE MATTER OF THE** *Automobile,*  
2 *Insurance Act*, R.S.N.L. 1990, c. A-22, as  
3 amended (the “*Act*”)  
4

5 **AND**  
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7 **IN THE MATTER OF** an application by  
8 Scottish and York Insurance Co. Limited  
9 (the “Applicant”) for a rehearing in relation  
10 to its application to implement revised rates  
11 for its Private Passenger class of business  
12 (the “Application”).  
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15 **WHEREAS** on May 1, 2006 the Applicant filed an application for a rehearing in  
16 respect of the implementation of revised rates for the Applicant; and  
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18 **WHEREAS** the Application, among other things, seeks an Order of the Board  
19 approving rate changes for the Applicant’s private passenger class of business; and  
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21 **WHEREAS** the Applicant also proposes to change the method used to calculate  
22 its All Perils premium from 100% of the Collision rate and 90% of the Comprehensive  
23 rate level to 100% of both the Collision and Comprehensive rate at the same deductible  
24 level; and

25 **WHEREAS** on May 5, 2006 the Board’s actuarial consultants reported that the  
26 revised rate proposal was based on the factors and parameters determined by the Board to  
27 be reasonable and supported by the information submitted in connection with the filing;  
28 and

1           **WHEREAS** the Board is satisfied that the revised rate proposal reflects rates  
2 which are no higher than justified on the basis of the available information; and

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4           **WHEREAS** remaining issues set out in the Application will be addressed in a  
5 subsequent order of the Board.

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7 **IT IS THEREFORE ORDERED THAT:**

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9           1. The revised rate proposal received by the Board on May 1, 2006 is approved with  
10 base rates as follows:

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<b>Coverage</b>	<b>Territory 1</b>	<b>Territory 2</b>	<b>Territory 3</b>
Third Party Liability	\$1065.55	\$510.64	\$369.68
Collision	\$140.99	\$123.33	\$138.83
Comprehensive	\$76.40	\$61.23	\$72.93
Specified Perils	\$28.29	\$16.08	\$21.12
All Perils	\$	\$	\$
Accident Benefits	\$74.00	\$68.00	\$68.00
Uninsured Motorist	\$20.00	\$10.00	\$7.00

- 12           2. The base rates for each type of coverage shall be effective for new and renewal  
13 business no sooner than May 17, 2006 and no later than August 1, 2006.  
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15           3. Notwithstanding Clause 2 above, in cases where a rate decreases as a result of this  
16 Order or where otherwise prescribed by legislation, the rate shall be considered to  
17 be effective as of August 1, 2005 as set out in legislation.

**DATED** at St. John's, Newfoundland and Labrador, this 9<sup>th</sup> day of May 2006.

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Robert Noseworthy  
Chair & Chief Executive Officer

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Darlene Whalen, P.Eng.  
Vice-Chair

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Barbara Thistle  
Assistant Board Secretary