

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

AN ORDER OF THE BOARD

NO. A.I. 5 (2011)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 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 Intact Insurance Company for approval to
9 implement rates for Private Passenger
10 Vehicles.

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13 **WHEREAS** on February 18, 2011 Intact applied to the Board for approval of a rating program
14 to write Private Passenger automobile insurance in the province; and

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16 **WHEREAS** on March 18, 2011 Intact submitted a number of revisions to its filing based on
17 questions from the Board’s consulting actuaries, Oliver Wyman; and

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19 **WHEREAS** on March 28, 2011 the Board received a report of findings from Oliver Wyman
20 identifying a number of concerns with Intact’s selected differentials; and

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22 **WHEREAS** on April 18, 2011 Intact submitted revised differentials to address the concerns
23 raised in the Oliver Wyman report; and

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25 **WHEREAS** the Board is satisfied that the proposed rates are not too high in the circumstances.

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28 **IT IS THEREFORE ORDERED THAT:**

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30 1. The proposed rates and rating program received April 18, 2011 for the Private Passenger
31 Vehicles class of business of Intact Insurance Company are approved with effect no
32 sooner than June 1, 2011.
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34 2. Intact shall pay the expenses of the Board arising from this application.

Dated at St. John's, Newfoundland and Labrador, this 27th day of April 2011.

Darlene Whalen, P.Eng.
Vice-Chair

James Oxford
Commissioner

Cheryl Blundon
Board Secretary