

**A.I. 41 (2003)**

**IN THE MATTER OF THE AUTOMOBILE  
INSURANCE ACT, CHAPTER A - 22,  
R.S.N. 1990**

**AND**

**IN THE MATTER OF AN APPLICATION BY  
PriceWaterhouseCoopers  
on behalf of  
The Cosasco Insurance Company  
TO IMPLEMENT REVISED RATES FOR ITS  
PRIVATE PASSENGER CLASS OF BUSINESS**

**WHEREAS**, by application dated July 11, 2003 and amended October 24, 2003,  
PricewaterhouseCoopers on behalf of The Cosasco Insurance Company applied to the Board for approval  
to implement a revised rating program for its Private Passenger class of business, and

**WHEREAS**, upon preliminary review by Board staff, it was determined that a number of the  
proposed or adjusted proposed base rates did not conform with the 2001 benchmark rate ranges of  
acceptable rates, and

**WHEREAS** the applicant has submitted actuarial analysis in support of the establishment of rates  
which do not conform with the benchmark rate ranges of acceptable rates, and

**WHEREAS** the Board, after due examination and analysis of the proposed rating program, finds that it should be approved as filed.

**IT IS THEREFORE ORDERED THAT:**

1. Board Order No. A.I. 21 (2002-2003) be and it is hereby rescinded.
2. Approval be and it is hereby granted Coseco Insurance Company for the implementation of a revised rating program for its Private Passenger class of business with base rates as follows:

<b>Territory</b>	<b>1</b>	<b>2</b>	<b>3</b>
Third Party Liability	\$ 1425.00	\$ 722.00	\$ 613.00
Collision	265.00	350.00	403.00
Comprehensive	145.00	139.00	148.00
Specified Perils	50.00	25.00	28.00
Accident Benefits	136.00	92.00	68.00
Uninsured Motorist	23.00	20.00	19.00

and differentials as submitted with this filing.

3. The following discounts are approved for use subject to the eligibility criteria set out in the company's underwriting manual:

	<b>Discount</b>	<b>Percentage</b>	<b>Coverages</b>
i.	Multi-Vehicle	10%	Third Party Liability, and Collision: Classes 01, 02, 03, and 07, only
ii.	Claims-Free, Three-Year	10%	Third Party Liability, Collision, Comprehensive, Specified Perils: Classes 01, 02, 03, and 07, only; Record 6, 7, and 8
iii.	Package	10%	Third Party Liability, Collision, Comprehensive, Specified Perils and Accident Benefits
iv.	Combined	10%	Third Party Liability, Collision, Comprehensive, Specified Perils, Accident Benefits, and Uninsured Motorist
v.	Loyalty	5%	Third Party Liability, Collision, Comprehensive, Specified Perils, Accident Benefits, and Uninsured Motorist
vi.	Qualified Employee	5%	Third Party Liability, Collision, Comprehensive, Specified Perils, Accident Benefits, and Uninsured Motorist
vii.	Reliable Payment	5%	Third Party Liability, Collision, Comprehensive, Specified Perils, Accident Benefits, and Uninsured Motorist
viii.	Advanced Driver Training	5%	Third Party Liability, and Collision
ix.	Student	40%	Third Party Liability, and Collision

4. These rates shall be effective November 15, 2003 for new business and February 1, 2004 for renewals.

Dated at St. John's, Newfoundland and Labrador, this 29th day of October, 2003.

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G. Fred Saunders  
Commissioner

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Robert Noseworthy,  
Chairperson & Chief Executive Officer

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Cheryl Blundon,  
Board Secretary