

A.I. 43 (2003)

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

AND

**IN THE MATTER OF AN APPLICATION BY
The Personal Insurance Company of Canada
TO IMPLEMENT REVISED RATES FOR ITS
PRIVATE PASSENGER CLASS OF BUSINESS.**

WHEREAS, by application received November 17, 2003, The Personal Insurance Company of Canada applied to the Board for approval to implement a revised rating program for its Private Passenger class of business, and

WHEREAS the Board, after due examination and analysis of the proposed rating program, finds that it conforms with the 2001 Benchmarks, and that it should be approved.

IT IS THEREFORE ORDERED THAT:

1. Order No. A.I. 23 (2002-2003) be and it is hereby rescinded.

2. Approval be and it is hereby granted The Personal Insurance Company of Canada for the implementation of a revised rating program for its Private Passenger class of business with base rates as follows:

Territory	1	2	3
Third Party	\$ 984.00	\$ 503.75	\$ 364.83
Collision	264.93	284.15	289.93
Comprehensive	161.26	128.87	153.73
All Perils	391.77	391.39	414.04
Specified Perils	40.31	23.41	21.54
Accident Benefits	63.88	63.82	63.52
Uninsured Motorist	25.05	12.85	8.56

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:

i. no-claims	10%	All coverage Classes 01, 02, 23, 03 and 07 only
ii. multi-vehicle	10%	All coverage Classes 01, 02, 23, 03 and 07 only
iii. age: <u>primary operator</u>		
30 – 34 years	5%	All coverage
35 – 54 years	8%	Classes 01, 02, 23, 03 and 07 only
Over 54 years	14%	
iv. short commute	7%	Third Party Liability, Territory 1
	3%	Third Party Liability, Territory 2 and 3
	7%	Collision, Territory 1
	5%	Collision, Territory 2 and 3
v. driving experience	8%	All Coverages – Classes 01, 02, 23, 03, and 07 only
vi. anti-theft	15%	Comprehensive and Specified Perils
vii. limited-use, occasional driver	50%	All Coverages – Classes 05, and 06
viii. multi, occasional driver	25%	All Coverages – Classes 05, and 06

4. These rates shall be effective from January 16, 2004 for new business and March 17, 2004 for renewals.

DATED at St. John's, Newfoundland and Labrador, this 18th day of December, 2003.

Robert Noseworthy
Chairperson & Chief Executive Officer

Darlene Whalen, P.Eng.
Vice-Chairperson

Cheryl Blundon
Board Secretary

2003 12 18

The Personal Insurance Company of Canada
P. O. Box 7065
Mississauga, ON
L5A 4K7

Attention: Mr. Andre Villeaux
Director, Auto Pricing

Dear Sir:

Attached is a copy of Order No. A.I. 43 (2003) approving your private passenger rate application dated December 11, 2003.

Yours truly,

Cheryl Blundon
Board Secretary

Attachment

/cw