

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

**AN ORDER OF THE BOARD**

**NO. A.I. 13(2013)**

1 **IN THE MATTER OF** the *Automobile*  
2 *Insurance Act*, RSNL 1990, c. A-22, (the “*Act*”),  
3 as amended and regulations thereunder; and  
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5 **IN THE MATTER OF** an application by  
6 Intact Insurance Company for approval to  
7 implement revised rates for its Private  
8 Passenger Automobiles class of business.  
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11 **WHEREAS** on June 13, 2013 Intact Insurance Company applied to the Board for approval of a  
12 revised automobile insurance rating program for its Private Passenger Automobiles class of  
13 business; and  
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15 **WHEREAS** the rating program proposes rates that are higher than those currently approved by  
16 the Board for certain coverages; and  
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18 **WHEREAS** on August 21, 2013 the Board’s actuarial consultants, Oliver Wyman Limited, filed  
19 a report of findings with the Board which identified key areas of the filing for the Board’s  
20 consideration; and  
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22 **WHEREAS** based on the record the Board finds that several proposed changes have not been  
23 fully justified; and  
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25 **WHEREAS** the Board accepts Intact Insurance Company’s proposals for its Private Passenger  
26 Automobiles rating program with the exception of: (1) the selected loss trend rates, (2) the health  
27 levy, (3) the expense provision and (4) the profit provision; and  
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29 **WHEREAS** Intact Insurance Company may file a revised rate proposal for its Private Passenger  
30 Automobiles class of business reflecting the findings of the Board as set out in the Reasons for  
31 Decision to be issued separately.  
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1 **IT IS THEREFORE ORDERED THAT:**

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3 1. The application is denied.

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5 2. Intact Insurance Company will be required to pay the costs of the Board associated with this  
6 filing, including the costs of the actuarial review.

**DATED** at St. John's, Newfoundland and Labrador, this 11th day of September 2013.

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Darlene Whalen, P.Eng.  
Vice-Chair

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Dwanda Newman, LL.B.  
Commissioner

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Cheryl Blundon  
Board Secretary