

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

**AN ORDER OF THE BOARD**

**NO. A.I. 17(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 Traders General Insurance Company for  
7 approval to implement revised rates for its  
8 Private Passenger Automobiles class of business.  
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11 **WHEREAS** on July 2, 2013 Traders General Insurance Company applied to the Board for  
12 approval of a revised automobile insurance rating program for its Private Passenger Automobiles  
13 class of business; and  
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15 **WHEREAS** the rating program proposes rates that are higher than those currently approved by  
16 the Board; and  
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18 **WHEREAS** on August 7, 2013 the Board’s actuarial consultants, Oliver Wyman Limited, filed a  
19 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 the proposals to the Private Passenger Automobiles rating  
26 program with the exception of: (1) the complement of credibility; (2) the profit provision; and,  
27 (3) the driving record 6 and 9 qualification restrictions; and  
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29 **WHEREAS** Traders General Insurance Company may file a revised rate proposal for its Private  
30 Passenger Automobiles class of business reflecting the findings of the Board as set out in the  
31 Reasons for Decision to be issued separately.  
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1 **IT IS THEREFORE ORDERED THAT:**

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1. The application is denied.
2. Traders General Insurance Company will be required to pay the costs of the Board associated with this filing, including costs of the actuarial review.

**DATED** at St. John's, Newfoundland and Labrador, this 25th day of September 2013.

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Darlene Whalen, P.Eng.  
Vice-Chair

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James Oxford  
Commissioner

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Cheryl Blundon  
Board Secretary