

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

AN ORDER OF THE BOARD

NO. A.I. 26(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 RBC General Insurance Company for approval
7 to implement a revised rating program for its
8 Private Passenger Automobiles class of business.
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11 **WHEREAS** on October 25, 2013 RBC General Insurance Company applied to the Board for
12 approval of a revised rating program for its Private Passenger Automobiles class of business; and
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14 **WHEREAS** the rating program proposes rates that are higher than those currently approved by
15 the Board; and
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17 **WHEREAS** on November 13, 2013 RBC General Insurance Company filed amendments to its
18 rate proposal based on information exchanges with the Board’s consulting actuaries, Oliver
19 Wyman; and
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21 **WHEREAS** on November 25, 2013 Oliver Wyman filed a report of findings with the Board
22 which identified key areas for the Board’s consideration; and
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24 **WHEREAS** on November 29, 2013 RBC General Insurance Company filed additional
25 amendments to its rate proposal based on alternative assumptions identified in Oliver Wyman’s
26 report; and
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28 **WHEREAS** on December 2, 2013 Oliver Wyman reported that the November 29, 2013
29 submission was reasonable and supported based on information supplied in connection with the
30 filing; and
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32 **WHEREAS** the Board is satisfied that the proposed rates are not too high in the circumstances.

1 **IT IS THEREFORE ORDERED THAT:**

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1. The revised rating program received November 29, 2013 from RBC General Insurance Company is approved to be effective no sooner than January 26, 2014 for new business and April 11, 2014 for renewals.
2. RBC General Insurance Company will be required to pay the costs of the Board associated with this filing, including the costs of the actuarial review.

DATED at St. John's, Newfoundland and Labrador, this 12th day of December, 2013.

Darlene Whalen, P.Eng.
Vice-Chair

James Oxford
Commissioner

Cheryl Blundon
Board Secretary