

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

AN ORDER OF THE BOARD

NO. A.I. 12(2018)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 1990, c. A-22, (the
3 “*Act*”), as amended and regulations
4 thereunder; and
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6 **IN THE MATTER OF** an application by
7 Unifund Assurance Company for approval
8 to implement a revised rating program for
9 its Private Passenger Automobiles class
10 of business.
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13 **WHEREAS** on March 2, 2018 Unifund Assurance Company applied to the Board for approval of
14 a revised rating program for its Private Passenger Automobiles class of business; and
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16 **WHEREAS** on March 29, 2018 the Board’s consulting actuaries, Oliver Wyman Limited, filed a
17 report (“Oliver Wyman Report”) of findings with the Board; and
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19 **WHEREAS** on April 6, 2018 Unifund Assurance Company advised it had no comment on the
20 Oliver Wyman Report; and
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22 **WHEREAS** based on the record the Board finds that some proposals used by Unifund Assurance
23 Company in calculating its rate level indications have not been fully justified; and
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25 **WHEREAS** substituting alternative assumptions will not reduce the rate indications below the
26 proposed rates; and
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28 **WHEREAS** the Board is satisfied that the proposed rates are not too high in the circumstances.
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31 **IT IS THEREFORE ORDERED THAT:**
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- 33 1. The revised rating program received March 2, 2018 from Unifund Assurance Company is
34 approved to be effective no sooner than June 1, 2018 for new business and August 1, 2018 for
35 renewals.

- 1 2. Unifund Assurance Company will be required to pay the costs of the Board associated with
- 2 this filing, including the costs of the actuarial review.

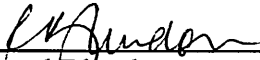
DATED at St. John's, Newfoundland and Labrador, this 24th day of May, 2018.



Darlene Whalen, P. Eng.
Chair & CEO



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary