

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

AN ORDER OF THE BOARD

NO. A.I. 1(2019)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 1990, c. A-22,
3 (the “*Act*”), as amended and regulations
4 thereunder; and
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6 **IN THE MATTER OF** an application
7 by Unifund Assurance Company for
8 approval to implement a revised rates for
9 its Private Passenger Automobiles class
10 of business.
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13 **WHEREAS** on December 4, 2018 Unifund Assurance Company (“Unifund”) applied to the
14 Board for approval of a revised rating program for its Private Passenger Automobiles class of
15 business; and
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17 **WHEREAS** the revised rating program proposes rates that are higher than those currently
18 approved by the Board for certain coverages; and
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20 **WHEREAS** on January 8, 2019 and January 9, 2019 Unifund filed amendments to its
21 application; and
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23 **WHEREAS** on January 14, 2019 the Board’s actuarial consultants, Oliver Wyman Limited
24 (“Oliver Wyman”), filed a report (the “Oliver Wyman Report”) of findings with the Board which
25 identified key areas of the filing for the Board’s consideration; and
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27 **WHEREAS** the Oliver Wyman Report was forwarded to Unifund for comment on January 16,
28 2019; and
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30 **WHEREAS** on January 23, 2019 Unifund filed commentary in relation to the Oliver Wyman
31 Report and filed additional supporting justification; and
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33 **WHEREAS** on January 24, 2019 Oliver Wyman advised it had no further follow-up; and
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35 **WHEREAS** the Board finds that Unifund failed to justify its proposals related to the selection of
36 ultimate losses; and

1 **WHEREAS** Unifund may file a revised rate proposal for its Private Passenger Automobiles
2 class of business reflecting the findings of the Board as set out in the Reasons for Decision to be
3 issued separately.

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6 **IT IS THEREFORE ORDERED THAT:**

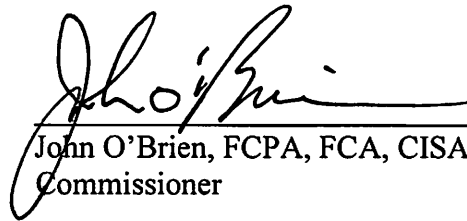
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- 10 1. The application is denied.
11 2. Unifund Assurance Company will be required to pay the costs of the Board associated with
this filing, including the costs of the actuarial review.


DATED at St. John's, Newfoundland and Labrador, this 12th day of March, 2019.



Darlene Whalen, P.Eng., FEC
Chair & CEO



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary