

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

**AN ORDER OF THE BOARD**

**NO. A.I. 5(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  
5

6 **IN THE MATTER OF** an application  
7 by Royal and Sun Alliance Insurance  
8 Company of Canada for approval to  
9 implement a revised rating program  
10 for its Private Passenger Automobiles  
11 class of business.  
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14 **WHEREAS** on December 4, 2018 Royal and Sun Alliance Insurance Company of Canada  
15 (“RSA”) applied to the Board for approval of a revised rating program for its Private Passenger  
16 Automobiles class of business; and  
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18 **WHEREAS** on March 12, 2019 the Board issued Order No. A.I. 2(2019) denying the revised  
19 rating program on the basis that RSA failed to justify its proposals related to the selection of  
20 ultimate losses and the expense provision; and  
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22 **WHEREAS** on March 19, 2019 RSA applied to the Board for approval of a revised rating program  
23 for its Private Passenger Automobiles class of business in accordance with Order No. A.I. 2(2019);  
24 and  
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26 **WHEREAS** on March 25, 2019 the Board’s actuarial consultants, Oliver Wyman Limited,  
27 reported that the revised rating program complies with the parameters specified in Order No. A.I.  
28 2(2019); and  
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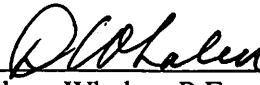
30 **WHEREAS** the Board is satisfied that the proposed rates are not too high in the circumstances.  
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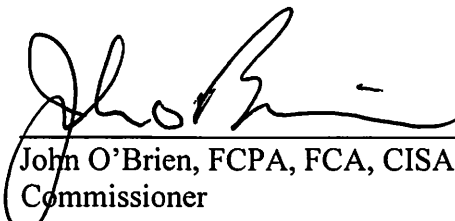
33 **IT IS THEREFORE ORDERED THAT:**  
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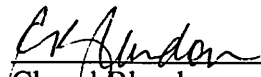
- 35 1. The revised rating program received March 19, 2019 from Royal and Sun Alliance Insurance  
36 Company of Canada for its Private Passenger Automobiles class of business is approved to be  
37 effective no sooner than June 1, 2019 for new business and July 1, 2019 renewals.

- 1 2. Royal and Sun Alliance Insurance Company of Canada will pay all costs of the Board,
- 2 including the cost of the actuarial review, arising from this Application.

**DATED** at St. John's, Newfoundland and Labrador, this 29<sup>th</sup> day of March, 2019.

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

  
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John O'Brien, FCPA, FCA, CISA  
Commissioner

  
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Cheryl Blundon  
Board Secretary