

A.I. 24 (2003)

**IN THE MATTER OF THE AUTOMOBILE
INSURANCE ACT, CHAPTER A - 22,
R.S.N. 1990**

AND

IN THE MATTER OF AN APPLICATION BY

Axa Canada on behalf of
Insurance Corporation of Newfoundland
to implement revised rates for its
Private Passenger class of business.

WHEREAS, by application received May 21, 2003, Axa Canada on behalf of Insurance Corporation of Newfoundland applied to the Board for approval to implement a revised rating program for its Private Passenger class of business, and

WHEREAS the Board, after due examination and analysis of the proposed rating program, finds that it conforms with the Benchmarks and should be approved as filed.

IT IS THEREFORE ORDERED THAT

1. Order No. A.I.15 (2002-2003) be and it is hereby rescinded.
2. The following base rates are hereby approved for use by the company:

Territory	1	2	3
Third Party	\$ 1131.00	\$ 584.00	\$ 455.00
Collision	250.00	305.00	309.00
Comprehensive	126.00	101.00	122.00
Specified Perils	45.00	25.00	23.00
Accident Benefits	97.00	97.00	97.00
Uninsured Motorist	22.00	11.00	8.00

and differentials as submitted with this filing.

3. The following discounts are approved for use subject to the eligibility criteria set out in the company's underwriting manual:

i.	multi-vehicle	12%	third party liability, collision, comprehensive, specified perils and accident benefits
ii.	seniors, with underage driver,		third party liability, collision, comprehensive, specified perils and accident benefits
	age 40 – 49 →	5%	
	age 50 – 54 →	10%	
	age 55 – 70 →	15%	Classes 01, 02, 03, 07, 09, & 19
	age 71 – 79 →	5%	
	seniors, without underage driver,		third party liability, collision, comprehensive, specified perils and accident benefits
	age 40 – 49 →	10%	
	age 50 – 54 →	15%	
	age 55 – 70 →	20%	Classes 01, 02, 03, 07, 09, & 19
	age 71 – 79 →	10%	
iii.	short-commute	21%	third party liability, territory 1
		3.9%	third party liability, territories 2 & 3
		8.2%	collision, territory 1
		9.5%	collision, territories 2 & 3
iv.	student, away from home	50%	third party liability, and collision Classes 05 & 06
v.	auto/home	5%	third party liability, collision, comprehensive, specified perils and accident benefits
vi.	employee	10%	third party liability, collision, comprehensive, specified perils and accident benefits

4. These rates established by way of this Order are to be implemented on July 1, 2003 for new business and August 1, 2003 for renewals.

DATED at St. John's, Newfoundland and Labrador, this 30th day of May 2003.

Robert Noseworthy
Chairperson & Chief Executive Officer

Darlene Whalen, P.Eng.
Vice-Chairperson

Cheryl Blundon
Board Secretary