

1 **ORDER NO. A.I. 4 (2007)**
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7 **IN THE MATTER OF** the *Automobile,*
8 *Insurance Act*, R.S.N.L. 1990, c. A-22, as
9 amended (the “*Act*”)
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11 **AND**
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13 **IN THE MATTER OF** an application by
14 Canadian Union Insurance Company
15 (the “Applicant”) to implement revised rates
16 for its Private Passenger class of business.
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19 **WHEREAS** on November 7, 2006 the Applicant submitted for the Board’s review and
20 decision a Category 2 automobile insurance rate filing; and
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22 **WHEREAS** on April 5, 2007 following review by the Board of the supporting material,
23 responses to information requests, consultants’ reports and all other information relevant to the
24 filing, the Board issued Order No. A.I. 2 (2007); and
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26 **WHEREAS** Order No. A.I. 2 (2007) set out the Board’s findings in respect to the filing
27 and required the Applicant to resubmit a revised rate proposal reflecting the directions of the
28 Board; and
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30 **WHEREAS** on April 23, 2007 the Applicant resubmitted its rate proposal based on the
31 Board’s directions; and

WHEREAS on April 25, 2007 the Board's actuarial consultants reported that the revised rate proposal was based on the factors and parameters determined by the Board to be reasonable and supported by the information submitted in connection with the filing; and

WHEREAS the Board is satisfied that the revised rate proposal reflects the directions of the Board and represents rates that are reasonable in the circumstances and in no case higher than justified on the basis of the available information.

IT IS THEREFORE ORDERED THAT:

1. The revised rate proposal received by the Board on April 23, 2007 is approved with base rates as follows:

Coverage	Territory 1	Territory 2	Territory 3
Third Party Liability	\$ 756.28	\$ 360.75	\$ 312.34
Collision	\$ 104.98	\$ 93.96	\$ 125.24
Comprehensive	\$ 47.66	\$ 35.60	\$ 47.66
Specified Perils	\$ 29.51	\$ 18.21	\$ 15.11
Accident Benefits	\$ 79.62	\$ 55.58	\$ 55.50
Uninsured Motorist	\$ 23.12	\$ 13.22	\$ 10.80
Underinsured Motorist	\$ 5.00	\$ 5.00	\$ 5.00

2. The base rates for each type of coverage shall be effective for new and renewal business no sooner than May 28, 2007 and no later than July 25, 2007.

DATED at St. John's, Newfoundland and Labrador, this 14th day of May 2007.

Robert Noseworthy
Chair & Chief Executive Officer

Darlene Whalen, P.Eng.
Vice-Chair

G. Cheryl Blundon
Board Secretary