

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

**AN ORDER OF THE BOARD**

**NO. A.I. 2(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  
5

6 **IN THE MATTER OF** an application  
7 by S&Y Insurance Company for  
8 approval to implement a revised rating  
9 program for its Private Passenger  
10 Automobiles class of business.  
11

12  
13 **WHEREAS** on October 3, 2017 S&Y Insurance Company (“S&Y”) applied to the Board for  
14 approval of a revised rating program for its Private Passenger Automobiles class of business; and  
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16 **WHEREAS** the revised rating program proposed rates that are higher than those currently  
17 approved by the Board for certain coverages; and  
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19 **WHEREAS** on December 12, 2017 the Board’s consulting actuaries, Oliver Wyman Limited  
20 (“Oliver Wyman”), filed a report of findings with the Board which identified key areas of the filing  
21 for the Board’s consideration; and  
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23 **WHEREAS** on December 13, 2017 the Oliver Wyman report was forwarded to S&Y for  
24 comment; and  
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26 **WHEREAS** on December 14, 2017 S&Y provided comments on the Oliver Wyman report; and  
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28 **WHEREAS** on December 18, 2017 Oliver Wyman filed a revised report; and  
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30 **WHEREAS** on December 22, 2017 the Board extended the 90-day review timeline; and  
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32 **WHEREAS** the Board finds that S&Y failed to justify its proposals related to amendments to  
33 surcharges as set out in the Reasons for Decision to be issued separately; and  
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35 **WHEREAS** S&Y may file a revised rating program for its Private Passenger Automobiles class  
36 of business reflecting the findings of the Board.

1 **IT IS THEREFORE ORDERED THAT:**

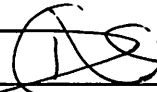
- 2
- 3 1. The application is denied.
- 4
- 5 2. S&Y Insurance Company will be required to pay the costs of the Board associated with this
- 6 filing, including the costs of the actuarial review.

**DATED** at St. John's, Newfoundland and Labrador, this 29<sup>th</sup> day of January, 2018.



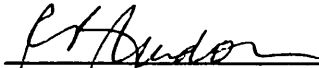
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Darlene Whalen, P. Eng.  
Vice-Chair



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Dwanda Newman, LL.B.  
Commissioner



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Cheryl Blundon  
Board Secretary