

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

**AN ORDER OF THE BOARD**

**NO. A.I. 5(2018)**

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 by  
7 S&Y Insurance Company for approval to  
8 implement a revised rating program for  
9 its Private Passenger Automobiles class  
10 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  
15

16 **WHEREAS** on January 29, 2018 the Board issued Order No. A.I. 2(2018) denying the revised  
17 rating program on the basis that S&Y failed to justify its proposals related to amendments to  
18 surcharges; and  
19

20 **WHEREAS** on February 8, 2018 S&Y applied to the Board for approval of a revised rating  
21 program for its Private Passenger Automobiles class of business in accordance with Order No. A.I.  
22 2(2018); and  
23

24 **WHEREAS** on February 14, 2018 the Board’s actuarial consultants, Oliver Wyman Limited  
25 (“Oliver Wyman”), requested that S&Y provide actuarial support for the proposed changes to its  
26 minor conviction surcharges; and  
27

28 **WHEREAS** on February 14, 2018 and February 20, 2018 S&Y provided actuarial support for the  
29 proposed changes to its minor conviction surcharges; and  
30

31 **WHEREAS** on February 20, 2018 Oliver Wyman reported that the revised rating program  
32 complied with the parameters specified in Order No. A.I. 2(2018) and found the proposed changes  
33 to S&Y’s minor conviction surcharges to be actuarially supported; and  
34

35 **WHEREAS** the Board is satisfied that the proposed rates are not too high in the circumstances.

1 **IT IS THEREFORE ORDERED THAT:**  
2

- 3 1. The revised rating program received February 8, 2018 from S&Y Insurance Company is  
4 approved to be effective no sooner than July 1, 2018 for new business and for renewals.  
5  
6 2. S&Y Insurance Company will be required to pay the costs of the Board associated with this  
7 filing, including the costs of the actuarial review.

**DATED** at St. John's, Newfoundland and Labrador, this 14<sup>th</sup> day of March, 2018.



---

Darlene Whalen, P. Eng.  
Vice-Chair



---

Dwanda Newman, LL.B.  
Commissioner



---

Cheryl Blundon  
Board Secretary