

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

AN ORDER OF THE BOARD

NO. A.I. 15(2022)

1 **IN THE MATTER OF** the *Automobile*
2 *Insurance Act*, RSNL 1990, c. A-22,
3 as amended, and regulations
4 thereunder; and
5

6 **IN THE MATTER OF** an application
7 by Co-operators General Insurance
8 Company for approval of rating program
9 changes for its All-Terrain Vehicles and
10 Snowmobiles categories of automobile
11 insurance.
12
13

14 **WHEREAS** on May 9, 2022 Co-operators General Insurance Company (“CGIC”) applied to the
15 Board under the Supplemental filing option for approval of rating program changes for its All-
16 Terrain Vehicles and Snowmobiles categories of automobile insurance; and
17

18 **WHEREAS** CGIC proposed the following changes to its rating program:

- 19 a) Introduction of new rating variables, discounts and surcharges;
- 20 b) Removal of certain rating variables; and
- 21 c) Modification of existing rating variables;
- 22 d) Changes to rating rules; and
- 23 e) Introduction of a uniform capping structure; and
24

25 **WHEREAS** CGIC proposed to off-balance its rating program changes to be revenue neutral and
26 estimated the proposed overall rate level impacts to be 0.0%; and
27

28 **WHEREAS** on June 7, 2022 the Board's actuarial consultants, Oliver Wyman Limited (“Oliver
29 Wyman”), filed a report of findings with the Board which identified key areas of the filing for the
30 Board's consideration; and
31

32 **WHEREAS** on June 24, 2022 Oliver Wyman filed an amended report to correct a typo; and
33

34 **WHEREAS** Oliver Wyman reported that it found the proposed rating program changes to be
35 reasonable and supported based on the analysis and judgements made by CGIC; and

1 **WHEREAS** on July 4, 2022 CGIC filed an amended filing to correct a typo discovered in its rate
2 pages that did not impact any of its indications; and

3
4 **WHEREAS** the Board is satisfied that the proposed changes are just and reasonable in the
5 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
6 financial circumstances of the insurer, and do not violate the *Automobile Insurance Act* or the
7 *Insurance Companies Act* or the respective regulations thereunder.
8

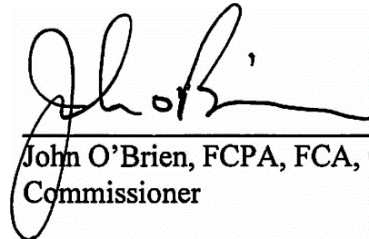
9
10 **IT IS THEREFORE ORDERED THAT:**

- 11
12 1. The revised rating program received May 9, 2022 from Co-operators General Insurance
13 Company for its All-Terrain Vehicles and Snowmobiles categories of automobile
14 insurance is approved to be effective no sooner than September 7, 2022 for new business
15 and October 7, 2022 for renewals.

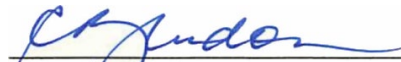
DATED at St. John's, Newfoundland and Labrador, this 8th day of July, 2022.



Darlene Whalen, P. Eng., FEC
Chair and Chief Executive Officer



John O'Brien, FCPA, FCA, CISA
Commissioner



Cheryl Blundon
Board Secretary