

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

AN ORDER OF THE BOARD

NO. A.I. 57(2024)

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 by
7 Federated Insurance Company of Canada
8 for approval to implement a revised
9 rating program for its Private Passenger
10 Automobiles category of automobile
11 insurance.
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14 **WHEREAS** on August 19, 2024 Federated Insurance Company of Canada (“Federated”) applied to
15 the Board for approval of a revised rating program under the IAO filing option for its Private
16 Passenger Automobiles category of automobile insurance; and
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18 **WHEREAS** the IAO filing option may be used by insurers to adopt the most recent IAO rating
19 program accepted for use by the Board; and
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21 **WHEREAS** Federated does not have sufficient volume to justify a rating program based on
22 company-specific data; and
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24 **WHEREAS** Federated proposed to adopt the IAO rating program for Private Passenger
25 Automobiles accepted for use by the Board in information bulletin A.I. 2024-03; and
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27 **WHEREAS** Federated also proposed the following changes:

- 28 • adopt the 2024 CLEAR rate group table;
29 • rating rule adjustments;
30 • discount and surcharge adjustments; and
31 • changes to endorsement pricing; and
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33 **WHEREAS** the proposed rating program results in an overall rate level change of -14.2%; and

1 **WHEREAS** the revised rating program is filed in accordance with the IAO Filing Guidelines; and

2
3 **WHEREAS** the Board is satisfied that the proposed rates are just and reasonable in the
4 circumstances, do not impair the solvency of the insurer, are not excessive in relation to the
5 financial circumstances of the insurer, and do not violate the **Automobile Insurance Act** or the
6 **Insurance Companies Act** or the respective regulations thereunder.


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9 **IT IS THEREFORE ORDERED THAT:**

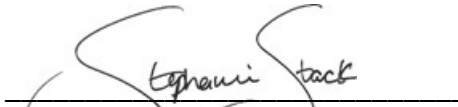
- 10
- 11 1. The revised rating program received August 19, 2024 from Federated Insurance Company of
- 12 Canada for its Private Passenger Automobiles category of automobile insurance is approved
- 13 to be effective no sooner than February 24, 2025 for new business and April 11, 2025 for
- 14 renewals.

DATED at St. John’s, Newfoundland and Labrador, this 25th day of October, 2024.


 Kevin Fagan
 Chair and Chief Executive Officer


 John O'Brien, FCPA, FCA, CISA
 Commissioner


 Christopher Pike, LL.B., FCIP
 Commissioner


 Stephanie Stack
 Assistant Board Secretary