

1 **A.I. 12 (2006)**
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4 **IN THE MATTER OF** the *Automobile,*
5 *Insurance Act*, R.S.N.L. 1990, c. A-22, as
6 amended (the “*Act*”)
7

8 **AND**
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10 **IN THE MATTER OF** an application by
11 Canadian Union Insurance Company
12 (the “Applicant”) to implement revised rates
13 for its Private Passenger class of business.
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18 **WHEREAS** on September 12, 2005 the Applicant submitted for the Board’s review and
19 decision a Category 2 automobile insurance rate filing;
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21 **WHEREAS** on March 30, 2006, following review by the Board of the supporting
22 material, responses to information requests, consultants’ reports and all other information
23 relevant to the filing, the Board issued Order No. A.I. 11 (2006);
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25 **WHEREAS** Order No. A.I. 11 (2006) set out the Board’s findings in respect to the filing
26 and required the Applicant to resubmit a revised rate proposal based on those factors and
27 parameters determined by the Board to be reasonable and supported by the information
28 submitted in connection with the filing;
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30 **WHEREAS** on April 7, 2006 the Applicant resubmitted its rate proposal based on the
31 Board’s findings;

WHEREAS on April 11, 2006 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;

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

IT IS THEREFORE ORDERED THAT:

1. The revised rate proposal received by the Board on April 11, 2006 is approved with base rates as follows:

Coverage	Territory 1	Territory 2	Territory 3
Third Party Liability	\$ 802.48	\$ 404.45	\$ 331.42
Collision	\$ 135.44	\$ 124.47	\$ 157.65
Comprehensive	\$ 44.25	\$ 35.40	\$ 44.25
Specified Perils	\$ 23.56	\$ 13.22	\$ 12.06
All Perils	\$ 170.18	\$ 152.26	\$ 192.39
Accident Benefits	\$ 94.80	\$ 71.86	\$ 66.08
Uninsured Motorist	\$ 26.59	\$ 15.61	\$ 12.42

2. The base rates for each type of coverage shall be effective for new and renewal business no sooner than May 15, 2006 and no later than July 15, 2006.
3. Notwithstanding clause two above, in the case of a base rate decrease or where otherwise prescribed by legislation the rates shall be considered to be effective as set out in the legislation.

DATED at St. John's, Newfoundland and Labrador, this 17th day of April 2006.

Robert Noseworthy
Chair & Chief Executive Officer

Darlene Whalen, P.Eng.
Vice-Chair

G. Cheryl Blundon
Board Secretary