

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

AN ORDER OF THE BOARD

NO. A.I. 17(2015)

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

5 **IN THE MATTER OF** an application by
6 Royal & Sun Alliance Insurance Company of Canada
7 to implement a revised rating program for its
8 Commercial Automobiles class of business.
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11 **WHEREAS** on March 30, 2015 Royal & Sun Alliance Insurance Company of Canada applied to
12 the Board for approval of a revised rating program for its Commercial Automobiles class of
13 business; and
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15 **WHEREAS** the rating program proposes rates for certain coverages that are higher than those
16 currently approved by the Board; and
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18 **WHEREAS** on May 11, 2015 the Board's consulting actuaries, Oliver Wyman Limited ("Oliver
19 Wyman"), filed a report of findings with the Board which identified key areas of the filing for
20 the Board's consideration; and
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22 **WHEREAS** on May 12, 2015 the Oliver Wyman report was provided to Royal & Sun Alliance
23 Insurance Company of Canada for comments; and
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25 **WHEREAS** on May 13, 2015 Royal & Sun Alliance Insurance Company of Canada filed an
26 amendment to its revised rating program in response to the Oliver Wyman report; and
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28 **WHEREAS** on May 14, 2015 Oliver Wyman reported that the May 13, 2015 revised rating
29 program is reasonable and supported based on information supplied in connection with the
30 application; and
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32 **WHEREAS** the Board is satisfied that the proposed rates are not too high in the circumstances.

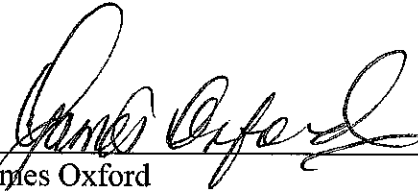
1 **IT IS THEREFORE ORDERED THAT:**
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- 3 1. The revised rating program received May 13, 2015 from Royal & Sun Alliance Insurance
4 Company of Canada is approved to be effective no sooner than July 1, 2015 for new business
5 and September 1, 2015 for renewals.
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7 2. Royal & Sun Alliance Insurance Company of Canada will be required to pay the costs of the
8 Board associated with this filing, including the costs of the actuarial review.

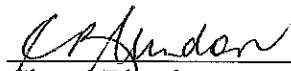
DATED at St. John's, Newfoundland and Labrador, this 25th day of May, 2015.



Darlene Whalen, P.Eng.
Vice-Chair



James Oxford
Commissioner



Cheryl Blundon
Board Secretary