

Bulletin 02-16

February 1, 2016

Bulletin to All Private Passenger Automobile Insurers Usage Based Insurance Filing Guidelines

The Automobile Insurance Rate Board (AIRB) is issuing this Bulletin to advise all private passenger automobile insurers operating in Alberta that the AIRB's Usage Based Insurance (UBI) [filing guidelines](#) have been posted.

Background:

On January 7th, 2016, the [Superintendent of Insurance released Notice 01-2016](#) to advise insurers of the approval process that will be required for implementation of UBI in Alberta. Insurers can now submit filings to the AIRB to establish a UBI discount program effective April 1st, 2016, based on the UBI [filing guidelines](#).

The Process:

Since the UBI program is a discount only program, insurers can submit the UBI filing by a simplified filing. The initial review process may be longer than the AIRB's 30 day target due to the complexity of UBI programs.

The filing must include:

1. Letter from the Superintendent confirming insurer has complied with the provisions of Superintendent of Insurance Notice 01-2016;
2. Detailed description of the proposed UBI program;
3. Demonstration of the reasonableness of the proposed UBI discounts;
4. Explanation of how the proposed discounts are applied in premium determination; and
5. Description of UBI program costs and the impact on insurer's expenses.

More details can be found in the [filing guidelines](#) on the AIRB website.

Should you have any questions relating to this Bulletin, please contact our office at (780) 427-5428 or by email vivian.cao@gov.ab.ca or kimberley.kern@gov.ab.ca.

Sincerely,

Original signed by

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Executive Director
Automobile Insurance Rate Board