

Bulletin 03-2016
March 11, 2016

Bulletin to All Automobile Insurers

Revision to SEF 16 Endorsement (*Suspension of Coverage*)

The Automobile Insurance Rate Board (AIRB) is issuing this Bulletin to advise all automobile insurers operating in Alberta of the requirement to provide a response as a result of the recent changes to the SEF 16 Endorsement.

Background:

On February 3, 2016, the Superintendent of Insurance issued Bulletin 02-2016 regarding revisions to the SEF 16 and 17 Endorsements. Two revisions of interest to the AIRB are the removal of the table outlining the method on how the refund of premium for the period of cancellation of coverage is to be calculated and the requirement as to when the refund is to be issued.

The Process:

All automobile insurers are required to provide a written response to the AIRB for the following information by April 30, 2016:

1. Description of any changes to the rating and underwriting rules related to SEF 16.
2. Current & proposed method of calculating refund premiums and timeframe when refunds will be issued; including any applicable tables.
3. Rationale for revisions.
4. Current and proposed average credit or refund.

If there are no proposed changes to your existing rating and underwriting rules, please provide written confirmation of such.

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.

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