

NOTICE: 01-2020  
DATE: JANUARY 31, 2020

## Notice to All Stakeholders

Semi-Annual Review of Industry Experience as of June 2019 for  
Private Passenger Vehicles

### Purpose:

The Automobile Insurance Rate Board (AIRB) is issuing this notice to advise all stakeholders that the AIRB is commencing its 2020 semi-annual review for private passenger vehicles. This review analyzes industry loss experience as of June 2019 for private passenger vehicles to establish Industry Benchmarks used in the review of insurers' rate filings for basic and additional coverage effective April 1, 2020.

### Background:

Section 9 of the Automobile Insurance Premiums Regulations requires the AIRB to conduct an annual review. In addition, the AIRB believes it should be using the most current available data in its review of rate filings and as such conducts a semi-annual review.

### Process:

Annually, the AIRB requests its consulting actuary, Oliver, Wyman Limited, to complete a first draft Review of Industry Experience (as of June 30) for private passenger vehicles, once the data is available.

Once the draft report is completed, the AIRB consults with interested stakeholders in written format. This Notice initiates this process, and provides stakeholders a timeline to provide input by written submission to the AIRB.

The draft report posted to the AIRB website (<http://www.airb.alberta.ca/semi-annual-review/>). The AIRB's consulting actuary will review all comments received, update their report based on any new information provided by stakeholders and submit a final report to the AIRB.

The AIRB will review and approve the final report, and issue a Bulletin to all Stakeholders providing industry benchmarks used in its review of insurers' rate filings effective April 1.

### **Important Dates:**

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|----------------------|--|
| 1. January 31, 2020  | AIRB Preliminary Review of Industry Experience posted to AIRB website <a href="http://www.airb.alberta.ca">www.airb.alberta.ca</a> |
| 2. February 21, 2020 | Deadline for written submissions   |
| 3. April 1, 2020     | AIRB's final Review of Industry Experience and rate filing benchmarks posted to website  |

### Action Required:

We invite stakeholders to review the AIRB consulting actuary's Preliminary Review of Industry Experience posted to the AIRB's website [www.airb.alberta.ca](http://www.airb.alberta.ca), and those wishing to comment on the report may send written submissions by **Email to [airb@gov.ab.ca](mailto:airb@gov.ab.ca)**

**Public disclosure of all written submissions:**

Subject to section 816 of the Insurance Act, any information (including personal or business information) that is submitted to the AIRB for consideration in the semi-annual review process will be made available on our website.

Should you have any questions relating to this Bulletin, please contact our office at (780) 427-5428 or by email: [airb@gov.ab.ca](mailto:airb@gov.ab.ca).

The AIRB appreciates all input into this important review.

Laurie Balfour, MBA, CPA, CMA  
Executive Director