

2022 Annual Grid Review

Adjustment to Grid Base Premiums for Basic Coverage Effective January 1, 2023

Order 01-2022

September 30, 2022

Legislative & Regulatory Mandate

On October 1, 2004, the Government of Alberta established the Automobile Insurance Rate Board (AIRB) under Section 599(1) of the Insurance Act (the Act). The Act and the Automobile Insurance Premiums Regulation (Regulation) define the AIRB's mandate and include the duty to:

- * Submit an annual report to the Minister on the operations of the Board;
- * Review and approve all rating programs for new insurers licensed to sell automobile insurance in Alberta;
- * Review and approve any changes to existing insurer rating programs for insurers licensed to sell automobile insurance in Alberta;
- * Conduct an Annual Review of automobile trends and premiums relating to basic and additional coverage for private passenger vehicles;
- * Conduct an open meeting each year to receive comments from the automobile insurance industry, the consumer representative and the public; and
- * Exercise and perform any other powers and duties assigned to it by the Minister or prescribed by regulations.

Following Schedule 3, Section 3(1) of the Regulation, the AIRB may adjust the Grid base premiums based on the Annual Review completed under Section 9 of the Regulation no later than October 1 each year. Additionally, on or before October 31 each year, the AIRB must publish a table determining the base premium for a driver by the territory in which they reside and the coverage they choose, following Schedule 3, Section 2 of the Regulation.

Find the current Grid base premiums listed below in Appendix A. Find the basis of the ratemaking components of the Grid adjustment on the Industry Benchmark page of the AIRB website, under the Private Passenger Industry Benchmarks section.

Order No. 01-2022

Following Schedule 3, Section 3(1) of the Regulation, the AIRB orders increasing the Grid base premiums by 10%.

Following Schedule 3, Section 2 of the Regulation, the table below determines the base premium for a driver by the territory in which they reside and the coverage they choose

All insurers must implement the premiums in the table below effective January 1, 2023¹

¹An adjustment to the Grid base premium is effective the following January 1.

Grid Base Premiums as of January 1, 2023

Policyholder's Choice of Coverage	Territory		
	Edmonton/ Calgary	Northern Alberta	Other
\$200,000	\$2,288	\$1,553	\$1,635
\$250,000	\$2,369	\$1,608	\$1,692
\$300,000	\$2,423	\$1,644	\$1,731
\$400,000	\$2,504	\$1,699	\$1,788
\$500,000	\$2,558	\$1,736	\$1,827
\$750,000	\$2,611	\$1,772	\$1,865
\$1,000,000	\$2,692	\$1,827	\$1,923
\$2,000,000	\$2,934	\$1,991	\$2,096