AIRB AUTOMOBILE INSURANCE RATE BOARD

Notice 12-2026
September 1, 2026

Notice to Interested Parties

Mix of Business Proposals

Purpose

The Automobile Insurance Rate Board (AIRB) is issuing this notice to advise all interested parties the AIRB is seeking written submissions from insurers regarding potential approaches to a mix of business adjustment for Accident Benefits for 2028 for all vehicle types.

Background

As part of the transition to the Care First model, the AIRB has committed to reconsidering the applicability of a mix of business adjustment for 2028, recognizing differences in insurer portfolios (e.g., geographic distribution, risk exposure, and claims experience) may influence expected costs.

Insurers are invited to submit proposals outlining their recommended approach to a mix of business adjustment. Submissions must include both qualitative and quantitative support to enable robust evaluation and comparison across insurers.

Process

Interested parties are required to provide a written submission, which includes, at a minimum:

1. Narrative Rationale

   A clear explanation of the proposed approach, including the underlying theory, assumptions, and justification for why a mix of business adjustment is appropriate.

2. Supporting Data & Analysis

   Quantitative evidence demonstrating the impact of the proposed adjustment, including relevant experience data, modeling outputs, and segmentation analysis.

3. Impact Assessment

   An assessment of the expected effect on Accident Benefits costs, indicated premiums, and distributional impacts across policyholders. Any mix of business adjustment will be revenue neutral across the industry.

4. Methodology

   A description of the actuarial methods and approaches used, including any benchmarks, comparators, or external data sources relied upon.

Submissions should be sufficiently detailed to support independent review, validation and comparison across insurers.

All written submissions will be reviewed by the AIRB and the Actuarial Advisory Committee (AAC). The AAC supports the development and assessment of actuarial approaches and assumptions for Care-First. The AIRB may request additional information or clarification from insurers as part of its review process.

Following review and analysis of all submissions, the AIRB will determine whether a mix of business adjustment will be permitted for Accident Benefits for 2028.

Action Required

The AIRB invites all interested parties to make a written submission on mix of business adjustment. Written submissions will be accepted by email to airb@gov.ab.ca and must be received by 2:00 PM MDT October 27, 2026

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

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Executive Director