

Circular 1-00

April 28, 2000

To: All Automobile Insurers Licensed in Alberta

Subject: Rating Implications of Section B Claims

The Board is concerned that some mechanisms to reward insureds with clear claims records may have unfair consequences. Premium considerations predicated on no claims, including those emanating from Section B, compromise the no fault quality of the coverage.

The Board directs that from this date forward, Section B claims cannot affect premiums. This directive applies regardless of previous approval of a practice having such affect and will be a condition of all future approvals.

ALBERTA AUTOMOBILE
INSURANCE BOARD

(Original Signed)

Susan Steeves, B.A., F.I.I.C.
Administrator to the Board
SteevS@treas.gov.ab.ca