

Bulletin 2-05

August 3, 2005

To: Private Passenger Automobile Insurers

Subject: Industry-wide Adjustment Effective November 1, 2005

On July 27, 2005, the Board issued Order No. 01-05 rendering their decision on the industry-wide uniform adjustment for basic coverage on private passenger vehicles, mandated under Section 4 of the *Automobile Insurance Premiums Regulation*. The order requires that all insurers reduce their rating programs for basic coverage by 4.0% effective November 1, 2005. The 4% reduction applies to approved premiums after application of the October 1, 2004 and July 1, 2005 reductions of 5% and 6%, respectively or rating programs approved under Section 6 of the Regulation. The reduction must be uniform with no variation by territory, class, driving record or other rating variable.

Insurers must an acknowledgement to this office by September 30, 2005, verifying that they have made provisions to comply with Order No. 01-05. The order can be viewed on our website at www.airb.gov.ab.ca.

(Original Signed)

Peter Thomas
Executive Director and Secretary to the Board