

Assistant Deputy Minister
Pensions, Insurance and Financial Institutions
and
Superintendent of Financial Institutions

Room 409, Terrace Building
9515 – 107 Street
Edmonton, Alberta
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Bulletin #05-06

June 13, 2005

TO: ALL LICENSED AUTOMOBILE INSURERS

Attention: Chief Executive Officer

On June 7th, 2005, the Lieutenant Governor signed the attached *Adverse Contractual Action Regulation (Regulation)*.

This new Regulation allows for adverse contractual actions i.e. refuse to insure, non-renew and cancellation of a private passenger motor vehicle insurance policy, for those circumstances listed in section 1(2) of the Regulation.

I encourage insurance companies; agents and brokers to be sensitive and use common sense when making decisions on whether to take permitted adverse contractual actions. To ensure consistent action is used in all situations, it is suggested that a senior official should be appointed to review all cases involving a proposed adverse contractual action.

Also, attached is the approved Automobile Insurance Motor Vehicle Inspection Report that must be used with respect to section 1(2)(b) of the Regulation.

“ORIGINAL SIGNED”

Dennis Gartner
Assistant Deputy Minister of Pensions,
Insurance and Financial Institutions

AH/pc

Attachments



FINANCE

The Alberta Superintendent of Insurance has approved this form pursuant to section 803 of the *Insurance Act*.

AUTOMOBILE INSURANCE MOTOR VEHICLE INSPECTION REPORT

This Report is required only if the vehicle is 12 years or older and must be completed by a licensed mechanic.

Applicant/Insured Name:		Insurer Name:	
Insurance Broker:		Policy Number:	
Vehicle Year:	Make:	Vehicle Model:	
VIN #:			

This Section to be completed by a Licensed Mechanic

		Roadworthy	Reject			Roadworthy	Reject
Steering				Electrical System			
	Steering Box/Rack			Head Lamp/Tail Lamps			
	Struts/Shocks			Stop Lamps			
	Front Suspension			Signal Lamps			
	Tie Rod Ends			Windshield Wipers			
Tires				General Conditions			
	Front			Body Condition			
	Rear			Muffler/Exhaust			
Brakes				Motor			
	Front Lining or Drums			Windshield			
	Rear Lining or Drums			Seat Belts			
	Park			Is the vehicle roadworthy		<input type="checkbox"/> YES	<input type="checkbox"/> NO
	Brake Hoses			Has the vehicle been altered		<input type="checkbox"/> YES <input type="checkbox"/> NO	
	Brake Lines			for speed or performance?			

Mechanic's Statement:	I certify that I have inspected and tested the motor vehicle described above and found it to be in the condition stated above.	
Date Inspection Completed:		
Signature of Qualified Mechanic:		
Automotive Repair Shop: Name, Address, Phone Number (or Stamp)		
Signature of Qualified Mechanic:		Mechanic's Certificate No.