

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

Room 409, Terrace Building
951 5 – 107 Street
Edmonton, Alberta
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Bulletin #06-2005

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							
	Front Lining or Drums				Motor		
	Rear Lining or Drums				Windshield		
	Park				Seat Belts		
	Brake Hoses				Is the vehicle roadworthy	<input type="checkbox"/> YES	<input type="checkbox"/> NO
	Brake Lines				Has the vehicle been altered for speed or performance?	<input type="checkbox"/> YES	<input type="checkbox"/> NO

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.