

Notice 02-2017
March 1, 2017

Notice to All Stakeholders

Fleet Definition Update

The Automobile Insurance Rate Board (AIRB) is issuing this Notice to advise all automobile insurers operating in Alberta of the following change to the definition of “Fleet”.

Fleet Definition

Since Insurable Interest is implied by the requirement of common ownership or management, the Board has amended the “Fleet” definition as follows (requirement #4 has been removed):

“Fleet” means a group of automobiles that meets the following requirements:

1. There must be at least five power vehicles to constitute a fleet.
2. The automobiles in the group meet one of the two below sets of criteria:
 - i. The automobiles are under common ownership or management. Long term leasing (more than thirty (30) days) of vehicles is a common way to acquire vehicles and lessees are responsible for such vehicles. Therefore, leased vehicles are considered as the equivalent of owned vehicles for the purpose of determining whether the risk qualifies as a fleet. Or,
 - ii. The automobiles are available for hire through a common online-enabled application or system for the pre-arrangement of transportation, and insured under the Alberta Standard Automobile Form – Transportation Network S.P.F. No. 9 (“SPF9”) in which the automobile owner or lessee, as the case may be, has coverage as an insured named in the contract.
3. At least five of the automobiles in the group are commercial vehicles, public vehicles or vehicles used for business purposes. An automobile policy that insures a fleet may also include personal use vehicles, providing the risk first satisfies the aforementioned criterion.
- ~~4. The insured must have a valid insurable interest in each vehicle.~~

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

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