Bulletin 09-2025
November 6, 2025

Bulletin to Interested Parties

2025 Return of Excess Premiums Template

Purpose

The Automobile Insurance Rate Board (AIRB) is issuing this Bulletin to advise all automobile insurers operating in Alberta of updates to the template for reporting Return of Excess Premiums.

Background

In 2024, the AIRB approved Policy P07 to enact the authority to return excess premiums, in accordance with the Automobile Insurance Premiums Regulation (Regulation), section 10(1). Policy P07 sets out the requirement for insurers to report their data to determine if they are required to return excess premiums

Process

The AIRB provides an excel based Profit and Loss Report template each year by January 1, containing the required data elements used to determine if for any given accident year, the insurer has exceeded the AIRB's profit benchmark.

Background

- Added note on treatment of amalgamations, and
- Clarified definition of PPV to specify individually rated PPV excluding farmers.

Premium and Losses

- Updated definitions to increase clarity, and
- Added returned premiums fields.

Claims Discounting

- Updated definitions,
- Provided an example formulation in the "Duration of Claims Example" sheet, and
- Removed OSFI investment yield.

Premium Delay

- Provided examples in the "Premium Delay Example" sheet to use Oliver Wyman's methodology.

Expenses

- Changed from direct written premium to direct earned premium for comparison purposes.

Results

- Changed from percentage to numerical basis, and
- Added returned premiums field.

Action Required

The AIRB requires all insurers to submit the 2025 excel template no later than May 1, 2026.

Should you have any questions relating to this Bulletin, please contact our office at (780) 427-5428 or by email: airb@gov.ab.ca.

Laurie Balfour, MBA, CPA, CMA
Executive Director