

The [Adverse Contractual Action Regulation](#) addresses the limited circumstances in which insurers may deny consumers access to basic automobile insurance coverage. The regulation was set to expire later this month. It has been renewed as it is integral to Alberta's automobile insurance system. Changes to the regulation are housekeeping and not substantive in nature. The intent behind the regulation remains the same and the amendment does not represent a policy shift, though one new circumstance was added to the list of limited circumstances in which insurers may deny access to basic automobile insurance.

Previously, insurers could require a consumer to provide a completed approved vehicle inspection report for vehicles at least 12 years old. If the consumer failed to provide the report, the insurer could take adverse contractual action. In the renewed [Adverse Contractual Action Regulation](#), this provision continues to apply, and has also been expanded to include salvage vehicles that have been damaged and repaired. Consumers may be required to provide a subsisting salvage motor vehicle inspection certificate for their salvage vehicle.