

**WISCONSIN
AUTOMOBILE
INSURANCE
PLAN**

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PLAN LETTER 710—AUGUST 27, 2008

TO: Members of the Plan

Minutes of the Wisconsin Automobile Insurance Plan Governing Committee meeting held the premises of Grand Geneva Resort, 7036 Grand Geneva Way, Lake Geneva WI 53147 on Friday, August 1, 2008. The meeting was called to order immediately upon adjournment of the Annual Meeting.

ORGANIZATION

EMC Insurance Companies, Chair
Federated Mutual Insurance Company
General Casualty Company of WI
Granite State Insurance Company
Progressive Casualty Insurance Company
Sentry Insurance Companies
State Farm Insurance Company
Travelers Indemnity Company
Wisconsin Automobile Insurance Plan

REPRESENTATIVE

Jim Pousha
Dan Powers
John Hagen
Judy Semancik
Mike Donovan
Bob Lindstedt
Mark Gustavson
Vicki Danahey
Ralph Herrmann
Tad Cleveland
Cheryl Korth
Donna Knepper

Member Absent or Excused:

American Family Mutual Insurance Company

Also Present:

Liberty Mutual Insurance Company

Charlie Echols

The Chairperson read the following opening statement before convening the meeting:

“This Committee meeting has been called to discuss the items of mutual interest and concern to the members of the Wisconsin Automobile Insurance Plan. In accordance with both Federal and Wisconsin State Anti-trust Laws, this Committee is prohibited from any discussion or action which constitutes any form of boycott, coercion or intimidation.”

UNFINISHED BUSINESS

ITEM NUMBER 694 AIPSO PROPOSAL—REFORMAT OF WAIP MANUALS

The Personal and Commercial Subcommittees reported that an initial review of the reformatted WAIP Manual rules has been completed. WAIP staff will submit questions/issues to AIPSO and schedule subcommittee teleconferences to review the responses.

ITEM NUMBER 695 PROPOSED REVISION TO WAIP COMMERCIAL MANUAL—
PUBLIC AUTO

With all business complete, this item is removed from the agenda.

ITEM NUMBER 709 LIBERTY MUTUAL INSURANCE COMPANY – SERVICING
CARRIER RESIGNATION

Progressive Casualty Insurance Company filled the vacancy created by the resignation of Liberty Mutual Insurance Company effective June 1, 2008. Liberty is non-renewing policies with an expiration date of May 1, 2008 and later. Insureds reapplying to the Plan that were previously insured by Liberty are being assigned to Progressive. No transition issues were identified.

This item is removed from the agenda.

NEW BUSINESS

ITEM NUMBER 711 PROGRESSIVE LAD REQUEST

The Committee reaffirmed the February 11, 2008 vote to approve the request submitted by Progressive to enter into a LAD Agreement. In accordance with Plan rules, this approval will be reviewed in February, 2010.

This item is removed from the agenda.

ITEM NUMBER 712 SERVICING CARRIER AGREEMENT

The Committee was furnished a copy of both the current WAIP Servicing Carrier Agreement and a copy of the Servicing Carrier Agreement used in other states. The Committee was asked to review both Agreements and provide feedback on changes, if any, to be made to the current Agreement.

ITEM NUMBER 713 AIPSO PROPOSAL – 2006 COMMERCIAL AUTO COVERAGE
PARTS PROGRAM

The Committee adopted AIPSO's proposed revisions to the Commercial Auto Coverage Parts Program for filing with the Office of the Commissioner of Insurance. This filing is proposed to be effective upon approval.

ITEM NUMBER 714 AIPSO PROPOSAL – REVISED ENDORSEMENT CA 21 03 11 08
UNINSURED MOTORISTS COVERAGE ENDORSEMENT

The Committee adopted AIPSO's proposed revision to the Uninsured Motorist Coverage Endorsement to comply with the Wisconsin Administrative Code for filing with the Office of the Commissioner of Insurance. This filing is proposed to be effective upon approval.

ITEM NUMBER 715 AIPSO PROPOSAL – JANUARY 2005 PERSONAL AUTO POLICY

The Committee reviewed and approved the January 2005 Personal Auto Policy to replace the June 1998 edition. Filing with the Office of the Commissioner of Insurance to be effective upon approval.

ITEM NUMBER 716 COMMERCIAL AUTOMOBILE RATE REVIEW

The Committee approved a proposed 21.4% overall commercial rate increase for filing with the Office of the Commissioner of Insurance. The rate filing is proposed to be effective January 1, 2009 for new business and March 1, 2009 for new and renewal business.

ITEM NUMBER 717 2007 WISCONSIN SRDP FINANCIAL STATEMENTS

The Committee accepted the Statutory Financial Statements August 31, 2007 and 2006 and Statements of Cash Receipts and Disbursements Accounted for by the Central Processor Years Ended August 31, 2007 and 2006 as prepared by KPMG.

By unanimous consent, the following items were added to the agenda.

ITEM NUMBER 718 WAIP AUDITED FINANCIAL STATEMENTS

The Committee reviewed and accepted the WAIP Audited Financial Statements Years Ended December 31, 2007 and 2006 prepared by Reilly, Penner & Benton LLP.

ITEM NUMBER 719 GRANITE STATE COMPLIANCE AUDIT

The Committee accepted the compliance audit of Granite State Insurance Company conducted by AIPSO. Granite State abstained from voting.

Donna Knepper
Executive Secretary