

PLAN LETTER 762—AUGUST 11, 2014

TO: Members of the Plan

Minutes of the Wisconsin Automobile Insurance Plan Governing Committee called to convene in the premises of the Wisconsin Automobile Insurance Plan, 20700 Swenson Drive, Waukesha, WI 53186, on Thursday, July 10, 2014. The meeting was called to order immediately upon adjournment of the Annual Meeting.

ORGANIZATION

EMC Insurance Companies, Chair
American Family Mutual Insurance Company
Liberty Mutual Insurance Company
National Continental Insurance Company
State Farm Mutual Auto Insurance Company
Wisconsin Automobile Insurance Plan

REPRESENTATIVE

Dave Young
Amy Klein
Craig Sanford
Mike Donovan
George Cooper
Bernie Rosauer
Tad Cleveland
Cheryl Korth
Donna Knepper

Members Present by Teleconference:

Sentry Insurance A Mutual Company

Tim Noble

Also Present:

Office of the Commissioner of Insurance
Riegel Law, SC

Jaclyn de Medicci
Paul Riegel

Member Absent or Excused:

General Casualty Company of WI
Hanover Insurance Company
Travelers Indemnity Company

PLAN LETTER 762 – AUGUST 11, 2014—PAGE 2

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 764 REVISED SERVICING CARRIER AGREEMENT

The Committee reaffirmed the December 2013 e-mail vote on changes to the WAIP Servicing Carrier Agreement. The Agreement has been signed by both the WAIP Plan Manager and the Servicing Carrier. National Continental Insurance abstained from voting.

This item is removed from the agenda.

NEW BUSINESS

ITEM NUMBER 773 AIPSO PROPOSAL- PERSONAL VEHICLE SHARING PROGRAM

The Committee voted to adopt endorsement PP 23 16 10 13 Personal Vehicle Sharing Program Exclusion Endorsement proposed by AIPSO. This endorsement and appropriate rule changes will be filed with the OCI to be effective upon approval.

ITEM NUMBER 774 DRIVER LICENSING ABBREVIATION CODES WITH CHARGE POINTS

The Committee was furnished with a copy of the updated WI DOT chart and the current WAIP Rule 24.-Additional Charges which assign penalty points to a limited number of the DOT codes. WAIP staff will research how these conviction codes are used in determining private passenger premium rates in the voluntary market.

ITEM NUMBER 775 AIPSO PROPOSAL 2010 COMMERCIAL AUTO COVERAGE PARTS PROGRAM

The Committee reviewed an AIPSO recommendation to adopt several changes to the Commercial Auto Coverage Parts Program to track more closely with ISO's commercial lines manual. The Committee voted to accept changes to the program that are applicable in WI.

The Committee also discussed eliminating the WI Truckers application. After discussion, the Committee voted to retain the current applications. This item is removed from the agenda.

ITEM NUMBER 776 2014 PRIVATE PASSENGER NON-FLEET AUTOMOBILE RATE REVIEW

The Committee discussed a proposed 8.6% decrease in overall rate level for private passenger accounts. While the indicated change is within a +/- 10% range which would not require

PLAN LETTER 762 – AUGUST 11, 2014—PAGE 3

adoption, the Committee agreed that the change was close enough to adopt. The rate proposal will be filed with the OCI to be effective 1-1-15 applicable to new and renewal business.

ITEM NUMBER 777 2014 COMMERCIAL AUTOMOBILE RATE REVIEW

The Committee discussed a proposed 4.2% decrease in overall rate level for commercial accounts. The indicated change is within a +/- 10% range which would not require adoption. By majority vote, the Committee voted not to file the rate decrease.

National Continental Insurance Company abstained from voting.

This item is removed from the agenda.

ITEM NUMBER 778 2013 WISCONSIN SRDP FINANCIAL STATEMENTS

Statutory Financial Statements August 31, 2013 and 2012 and Statements of Cash Receipts and Disbursements Accounted for by the Central Processor Years Ended August 31, 2013 and 2012 as prepared by KPMG. These statements were distributed to the Committee for review and discussion at the next Governing Committee meeting.

ITEM NUMBER 779 WAIP AUDITED FINANCIAL STATEMENTS

WAIP Audited Financial Statements Years Ended December 31, 2013 and 2012 prepared by Reilly, Penner & Benton LLP. These statements were distributed to the Committee for review and discussion at the next Governing Committee meeting.

Donna Knepper
Executive Secretary