

**WISCONSIN
AUTOMOBILE
INSURANCE
PLAN**

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PLAN LETTER 705—DECEMBER 28, 2007

TO: Members of the Plan

Minutes of the Wisconsin Automobile Insurance Plan Governing Committee meeting held in the premises of the Wisconsin Automobile Insurance Plan, 20700 Swenson Drive, Waukesha, WI 53186 on Tuesday, December 11, 2007. The meeting was called to order at 10:00 A.M. with the following members present:

ORGANIZATION

Employers Insurance of Wausau
Employers Mutual Casualty Company
St. Paul Mutual Insurance Company
Wisconsin Automobile Insurance Plan

REPRESENTATIVE

Greg Loman
Jim Pousha
Vicki Danahey
Ralph Herrmann
Tad Cleveland
Cheryl Korth
Donna Knepper

Also Present:

Liberty Mutual Insurance Company

Charlie Echols

Also Present by Teleconference:

Sentry Insurance A Mutual Company, Chair
General Casualty Company
Granite State Insurance Company

Bob Lindstedt
John Hagen
Judy Semancik

Members Absent or Excused:

American Family Insurance Company
Federated Insurance
State Farm Insurance Company

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

WAIP staff continues their review of the proposed reformat of the current private passenger and commercial manuals. It is anticipated that the review will be complete in the first quarter of 2008.

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

The Office of the Commissioner of Insurance has approved an increase the rating factors for elderly and handicap transport companies as follows:

		Local Up to 50 Miles	Intermediate 51 to 200 Miles	Long Distance Over 200 Miles
Elderly & Handicap Transportation	Factor CD	1.05 To be determined	1.26 To be determined	2.00 To be determined

New statistical codes will be established and the appropriate manual rule changes have been approved. This filing is effective March 1, 2008, applicable to new and renewal business only.

The Office of the Commissioner of Insurance also approved the establishment of new statistical codes for day care transportation companies. The primary rating and secondary rating factors for “Social Service Automobile All Other” territory and limits will be used until adequate data can be collected and rates can be calculated.

ITEM NUMBER 703 AIPSO PROPOSAL – YOUTHFUL MALE OPERATOR CREDIT

This item was approved effective September 19, 2007. With all business complete, this item is removed from the agenda.

ITEM NUMBER 704 AIPSO PROPOSAL – REVISED ENDORSEMENTS

PP 04 28 07 07 UNDERINSURED MOTORISTS COVERAGE – WI
CA 21 45 08 07 WI UNDERINSURED MOTORISTS COVERAGE

This item was approved effective September 19, 2007. With all business complete, this item is removed from the agenda.

ITEM NUMBER 705 COMMERCIAL AUTOMOBILE MANUAL – TRUCKERS COST OF
HIRE FACTOR

This item was approved effective September 19, 2007. With all business complete, this item is removed from the agenda.

NEW BUSINESS

ITEM NUMBER 709 LIBERTY MUTUAL INSURANCE COMPANY – SERVICING
CARRIER RESIGNATION

The Committee discussed the servicing carrier vacancy created by the resignation of Liberty Mutual Insurance Company. Several questions/issues were identified, such as:

- What is the proper number of servicing carriers needed/desired?
- Must there be equal representation (stock and non-stock)?
- Should the resignation/termination notification timeframe of a servicing carrier be increased?
- What action are other states taking as a result of Liberty's resignation?
- Are any changes or clarifications on procedures needed to be adopted and incorporated into the WAIP manuals?

WAIP staff will research the issues and report back to the Committee. A teleconference will be conducted in early 2008.

ITEM NUMBER 710 WAIP 2008 BUDGET

The Governing Committee accepted the proposed budget for 2008.

The next regular meeting of the WAIP Governing Committee is tentatively schedule for August 1, 2008.

Donna Knepper
Executive Secretary