

PLAN LETTER 731—DECEMBER 21, 2010

TO: Members of the Plan

Minutes of the Wisconsin Automobile Insurance Plan Governing Committee held in the premises of the Wisconsin Automobile Insurance Plan, 20700 Swenson Drive, Waukesha, WI 53186, on Tuesday, December 14, 2010. The meeting was called to order at 10:00 A.M.

ORGANIZATION

EMC Insurance Companies, Chair
General Casualty Company of WI

Liberty Mutual Insurance Company
State Farm Insurance Company
Travelers Indemnity Company
Wisconsin Automobile Insurance Plan

REPRESENTATIVE

Jim Pousha
John Hagen
Greg Loman
Craig Sanford
Mark Gustafson
Vicki Danahey
Bernie Rosauer
Tad Cleveland
Cheryl Korth
Donna Knepper
Nancy Kierzek

Members Present by Teleconference:

ORGANIZATION

Federated Mutual Insurance Company
National Continental Insurance Company
Sentry Insurance A Mutual Company, Chair

REPRESENTATIVE

Dan Powers
Mike Donovan
Ethan Mowry

Member Absent or Excused:

American Family Mutual 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.”

The Committee approved the Minutes for the July 30, 2010 Governing Committee meeting.

UNFINISHED BUSINESS

ITEM NUMBER 729 2009 WISCONSIN ACT 28 – MANDATORY AUTOMOBILE INSURANCE

The Committee approved a correction to Rule 104 Nonowned Auto Liability Coverage. The rule inadvertently gave a .50 credit. The Manual amendment will be filed with the Office of the Commissioner of Insurance for approval.

ITEM NUMBER 733 AIPSO PROPOSAL – NAMED NONOWNER RATING ADJUSTMENT

This item was approved by the Office of the Commissioner of Insurance August 23, 2010. With all business complete, this item is removed from the agenda.

ITEM NUMBER 734 AIPSO PROPOSAL – ELIMINATION OF PRIVATE PASSENGER LIABILITY CLASS RATE SCHEDULES

This item was approved by the Office of the Commissioner of Insurance August 23, 2010. With all business complete, this item is removed from the agenda.

ITEM NUMBER 735 COMMERCIAL AUTOMOBILE RATE REVIEW

This item was approved by the Office of the Commissioner of Insurance effective 1-1-11 for new business, 3-1-11 for renewal. With all business complete, this item is removed from the agenda.

NEW BUSINESS

ITEM NUMBER 739 AIPSO PROPOSAL AVAILABILITY OF PLAN MANUAL

The Committee adopted an amendment to the Plan Manual regarding the availability of Plan Manuals and forms. The current rule references a \$30 charge for the Manual in hard copy format. Customers interested in receiving hard copy will be referred to AIPSO. The Manual change will be filed with the Office of the Commissioner of Insurance for approval.

The Committee also discussed how the Plan Manuals are accessed on the WAIP web site. WAIP staff will continue to review options. This item is continued on the agenda.

ITEM NUMBER 740 AIPSO PROPOSAL SEC. 39, ADMINISTRATION RULE CHANGE – COMPANY REPRESENTATION

This item proposes an amendment to the Plan Manual to define requirements for carrier representation on the Governing Committee. This item will be referred to WAIP legal counsel for further interpretation. This item is continued on the agenda.

ITEM NUMBER 741 AIPSO PROPOSAL SEC. 31 PERFORMANCE STANDARDS FOR
SERVICING CARRIERS – POLICIES WITH NO PRODUCER OF
RECORD

This item proposes to allow the SRDP servicing carrier to non-renew a policy if the insured no longer is represented by a producer of record. This item will be referred to WAIP legal counsel. This item is continued on the agenda.

ITEM NUMBER 742 WAIP 2011 BUDGET

The Committee adopted the WAIP 2011 budget.

Donna Knepper
Executive Secretary