

**PLAN LETTER 757—DECEMBER 31, 2013**

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 Tuesday, December 10, 2013. The meeting was called to order upon adjournment of the Annual Meeting with the following members present:

ORGANIZATION

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

REPRESENTATIVE

Mike Donovan  
Jann Samarzja  
Dave Young  
Craig Sanford  
Mark Gustafson  
Bernie Rosauer  
Tad Cleveland  
Nancy Kierzek  
Cheryl Korth  
Donna Knepper

Members Present by Teleconference:

General Casualty Company of WI  
Sentry Insurance A Mutual Company, Chair  
Travelers Indemnity Company

Randy Kaminski  
Tim Noble  
Kevin Curry

Also Present:

Office of the Commissioner of Insurance

Riegel Law, SC

Danielle Rogacki  
Frank Kennedy  
Paul Riegel

Member Absent or Excused:

Hanover 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 Governing Committee approved the minutes of the July 10, 2013 meeting.

UNFINISHED BUSINESS

ITEM NUMBER 751 OCI MARKET CONDUCT EXAM

The OCI posted a Notice of Adoption and Filing of Examination Report of WAIP on their web site. The report was adopted on March 26, 2013.

All OCI recommendations have been addressed. This item can be removed from the agenda.

ITEM NUMBER 763 2013 PRIVATE PASSENGER NON-FLEET AUTOMOBILE RATE REVIEW

An overall rate level increase of 13.8% effective January 1, 2014, applicable to new and renewal business was approved by the OCI.

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

ITEM NUMBER 765 AIPSO PROPOSAL – SEC 44.C.2. YOUTHFUL MALE OPERATOR  
CREDIT

The OCI filing to suspend the youthful male operator credit in the calculation of quota assignment in low volume times was approved effective 10-1-13.

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

ITEM NUMBER 766 AIPSO PROPOSAL – PROVISION FOR COMPANIES DISCONTINUING  
WRITING OR NO LONGER LICENSED

The change to WI Plan Manual Sec. 50.D. General Provisions with the minimum fee for carrier withdrawal to be determined by the Governing Committee on a case-by-case basis has been approved effective 10-1-13.

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

ITEM NUMBER 767 AIPSO PROPOSAL – UNINSURED AND UNDERINSURED MOTORISTS  
INSURANCE AND MEDICAL PAYMENTS COVERAGE

The changes to the WAIP Manual to bring the Plan into compliance with current WI statutes have been approved by the OCI effective 9-4-13.

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

ITEM NUMBER 768 AIPSO PROPOSAL – SEC. 41 DUTIES OF THE GOVERNING COMMITTEE

The amendment to Sec. 41 – Duties of the Governing Committee rule to define a quorum for a meeting to be a majority of the members currently serving on the Committee has been approved by the OCI effective 8-30-13.

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

ITEM NUMBER 769 PROGRESSIVE INSURANCE CHARGE-OFF REQUEST

WAIP has recovered the charge-off amount of \$33,098 approved at the July 10, 2013 WAIP Governing Committee meeting. WAIP will verify that the AIPSO reports are correct to reflect the recovery.

National Continental Insurance Company abstained from the discussion.

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

ITEM NUMBER 770 2012 WISCONSIN SRDP FINANCIAL STATEMENTS

The Committee accepted the Statutory Financial Statements August 31, 2012 and 2011 and Statements of Cash Receipts and Disbursements Accounted for by the Central Processor Years Ended August 31, 2012 and 2011 as prepared by KPMG. These statements will be filed with the Office of the Commissioner of Insurance on an informational basis. This item is removed from the agenda.

ITEM NUMBER 771 WAIP AUDITED FINANCIAL STATEMENTS

The Committee accepted the WAIP Audited Financial Statements Years Ended December 31, 2012 and 2011 prepared by Reilly, Penner & Benton LLP. These statements will be filed with the Office of the Commissioner of Insurance on an informational basis. This item is removed from the agenda.

NEW BUSINESS

ITEM NUMBER 772 WAIP 2014 BUDGET

The Committee adopted the 2014 WAIP budget. This item is removed from the agenda.

ITEM NUMBER 764 REVISED WAIP SERVICING CARRIER AGREEMENT

The Committee discussed the most recent version of the WAIP Servicing Carrier Agreement. One minor change was proposed. If the change is acceptable to the servicing carrier, a final draft will be forwarded to the Governing Committee for an e-mail vote.

Donna Knepper  
Executive Secretary