

November 10, 2011

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Personal Auto Policy Revisions

By Circular Letter To All Member Companies A-11-5 dated September 23, 2011, the Rate Bureau announced Personal Auto Policy revisions that were to become effective with all new and renewal policies written to become effective on or after April 1, 2012.

The Department of Insurance (Department) has advised the Rate Bureau that the Department has had a change of opinion regarding some of the revised policy language included in the revisions announced in Circular Letter A-11-5 and that it will soon formally advise the Rate Bureau of the Department's withdrawal of the approval of the filed changes dealing with UM and UM/UIM arbitration. The Rate Bureau is in discussions with the Department and is working to resolve the differences. **HOWEVER, THE CHANGES ANNOUNCED IN CIRCULAR LETTER A-11-5 WILL, IN ALL LIKELIHOOD, NOT BE EFFECTIVE APRIL 1, 2012 AS ORIGINALLY ANNOUNCED.** As soon as this matter is resolved, the Rate Bureau will notify all member companies by circular letter of the Personal Auto Policy revisions and the new effective date.

Please see to it that this Circular is brought to the attention of all interested personnel in your Company.

Very truly yours,

F. Timothy Lucas

Personal Lines Manager

FTL:dms

A-11-7