

**2011 DRAFTING REQUEST**

**Assembly Amendment (AA-AB4)**

Received: **02/01/2011**

Received By: **pkahler**

Wanted: **Today**

Companion to LRB:

For: **Donna Seidel (608) 266-0654**

By/Representing: **Chris McKinny**

May Contact:

Drafter: **pkahler**

Subject: **Insurance - auto**

Addl. Drafters:

Extra Copies:

Submit via email: **YES**

Requester's email: **Rep.Seidel@legis.wisconsin.gov**

Carbon copy (CC:) to:

---

**Pre Topic:**

No specific pre topic given

---

**Topic:**

OCI study and report on insurance premiums

---

**Instructions:**

See attached

---

**Drafting History:**

| <u>Vers.</u> | <u>Drafted</u>        | <u>Reviewed</u>        | <u>Typed</u>           | <u>Proofed</u> | <u>Submitted</u>       | <u>Jacketed</u>        | <u>Required</u> |
|--------------|-----------------------|------------------------|------------------------|----------------|------------------------|------------------------|-----------------|
| /?           | pkahler<br>02/01/2011 | jdyer<br>02/01/2011    |                        | _____          |                        |                        |                 |
| /1           |                       |                        | rschluet<br>02/01/2011 | _____          | sbasford<br>02/01/2011 | sbasford<br>02/01/2011 |                 |
| /2           | pkahler<br>02/01/2011 | kfollett<br>02/01/2011 | rschluet<br>02/01/2011 | _____          | lparisi<br>02/01/2011  | lparisi<br>02/01/2011  |                 |

FE Sent For:

## 2011 DRAFTING REQUEST

### Assembly Amendment (AA-AB4)

Received: 02/01/2011

Received By: pkahler

Wanted: Today

Companion to LRB:

For: Donna Seidel (608) 266-0654

By/Representing: Chris McKinny

May Contact:

Drafter: pkahler

Subject: Insurance - auto

Addl. Drafters:

Extra Copies:

Submit via email: YES

Requester's email: Rep.Seidel@legis.wisconsin.gov

Carbon copy (CC:) to:

---

#### Pre Topic:

No specific pre topic given

---

#### Topic:

OCI study and report on insurance premiums

---

#### Instructions:

See attached

---

#### Drafting History:

| <u>Vers.</u> | <u>Drafted</u>        | <u>Reviewed</u>     | <u>Typed</u>           | <u>Proofed</u> | <u>Submitted</u>       | <u>Jacketed</u>        | <u>Required</u> |
|--------------|-----------------------|---------------------|------------------------|----------------|------------------------|------------------------|-----------------|
| /?           | pkahler<br>02/01/2011 | jdyer<br>02/01/2011 |                        | _____          |                        |                        |                 |
| /1           |                       | 12/kjf<br>2/1       | rschluet<br>02/01/2011 | _____          | sbasford<br>02/01/2011 | sbasford<br>02/01/2011 |                 |

FE Sent For:

<END>

2011 DRAFTING REQUEST

Assembly Amendment (AA-AB4)

Received: 02/01/2011

Received By: pkahler

Wanted: Today

Companion to LRB:

For: Donna Seidel (608) 266-0654

By/Representing: Chris McKinny

May Contact:

Drafter: pkahler

Subject: Insurance - auto

Addl. Drafters:

Extra Copies:

Submit via email: YES

Requester's email: Rep.Seidel@legis.wisconsin.gov

Carbon copy (CC:) to:

Pre Topic:

No specific pre topic given

Topic:

OCI study and report on insurance premiums

Instructions:

See attached

Drafting History:

| <u>Vers.</u> | <u>Drafted</u> | <u>Reviewed</u> | <u>Typed</u> | <u>Proofed</u>   | <u>Submitted</u> | <u>Jacketed</u> | <u>Required</u> |
|--------------|----------------|-----------------|--------------|------------------|------------------|-----------------|-----------------|
| /?           | pkahler        | 1 2/1 jld       | 1            | Wed 2/1/11<br>Jo |                  |                 |                 |

FE Sent For:

<END>

**Kahler, Pam**

**From:** McKinny, Chris  
**Sent:** Monday, January 31, 2011 5:32 PM  
**To:** Kahler, Pam  
**Cc:** Gillis, George  
**Subject:** Auto Insurance Amendments

Hey Pam,

I just wanted to touch base with you regarding some possible amendments to the Auto Insurance bill (AB 4) which is scheduled to be up in the Assembly on Thursday. At this point I don't want you to waste your time drafting any of this stuff, I just wanted to check in with you to see if any of these things were even possible:

1. Prohibiting insurance companies from investing insurance premiums in the stock market;
2. requiring insurers to reduce their rates by 33% following the passage of the repeal bill (insurance companies claimed that the changes contained in last year's budget would raise rates by 33% on average);
3. require an OCI report regarding insurance rates in Wisconsin, possibly coupled with a sunset of 2009 AB 4;
4. prohibiting insurance companies from using ZIP Codes/lack of past insurance coverage in underwriting (I assume this is possible: I know the ZIP code provision was temporarily in last year's budget and the past insurance piece is current law);

Any help would be greatly appreciated. Thanks Pam-have a great night!

Chris McKinny  
Office of Rep. Donna Seidel  
Assistant Democratic Leader  
608-266-0654 (office)  
1-888-534-0085 (toll free)

correlation of limits + premium rates  
between

per Chris - do 3. + 4 but  
hold off on 1. + 2.

per Chris re. "1", require Report  
by July 1, 2012



1  
jld

~~PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION~~

ASSEMBLY AMENDMENT,

TO 2011 ASSEMBLY BILL 4

D. note  
today

in this state

1 At the locations indicated, amend the bill as follows:

2 1. Page 12, line 1: after that line insert: ✓

3 "SECTION 27m. Nonstatutory provisions. ✓

4 (1) STUDY AND REPORT ON PREMIUM RATES. ✓ The commissioner of insurance shall

5 conduct a study on the correlation between motor vehicle insurance coverage limits ✓

6 and motor vehicle insurance premium rates. ✓ Among other things, the study shall

7 include an examination of how insurance coverage limits are affected by minimum

8 limit requirements, ✓ the extent to which insurance premiums in this state rise as

9 limits are increased and fall as limits are decreased, ✓ the coverage limits that have

10 the greatest effect on premium rates, ✓ the effect that requiring minimum limits has

11 on premium rates in this state, ✓ and how coverage limits and premium rates in this

12 state compare with coverage limits and premium rates in other states. ✓ The

1 commissioner shall submit to the appropriate standing committees of the legislature  
2 in the manner provided under section 13.172 (3) of the statutes a report on the  
3 commissioner's findings from the study."

4 (END)

*D - note*

**DRAFTER'S NOTE  
FROM THE  
LEGISLATIVE REFERENCE BUREAU**

LRBa0402/Adn  
PJK:.....

date

Jld

\* I provided a number of issues for the commissioner to study. Let me know if you want to exclude any that I've included or to add any others. This amendment does not include a sunset of AB 4. Let me know if you would like one, either in this amendment or in a separate amendment.

Pamela J. Kahler  
Senior Legislative Attorney  
Phone: (608) 266-2682  
E-mail: pam.kahler@legis.wisconsin.gov

**DRAFTER'S NOTE  
FROM THE  
LEGISLATIVE REFERENCE BUREAU**

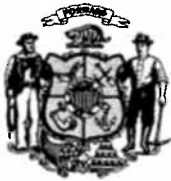
LRBa0402/1dn  
PJK:jld:rs

February 1, 2011

I provided a number of issues for the commissioner to study. Let me know if you want to exclude any that I've included or to add any others. This amendment does not include a sunset of AB-4. Let me know if you would like one, either in this amendment or in a separate amendment.

Pamela J. Kahler  
Senior Legislative Attorney  
Phone: (608) 266-2682  
E-mail: [pam.kahler@legis.wisconsin.gov](mailto:pam.kahler@legis.wisconsin.gov)





State of Wisconsin  
2011 - 2012 LEGISLATURE



LRBa0402/

PJK:jld:

2  
stays  
v m i r n n

ASSEMBLY AMENDMENT,  
TO 2011 ASSEMBLY BILL 4

(in Tues)  
today

1 At the locations indicated, amend the bill as follows:

2 1. Page 12, line 1: after that line insert:

3 "SECTION 27m. Nonstatutory provisions.

4 (1) STUDY AND REPORT ON PREMIUM RATES. The commissioner of insurance shall  
5 conduct a study on motor vehicle insurance coverage limits in this state and motor  
6 vehicle insurance premium rates in this state. Among other things, the study shall  
7 include an examination of how insurance coverage limits are affected by minimum  
8 limit requirements, the extent to which insurance premiums rise as limits are  
9 increased and fall as limits are decreased, the coverage limits that have the greatest  
10 effect on premium rates, the effect that requiring minimum limits has on premium  
11 rates, and how coverage limits and premium rates in this state compare with  
12 coverage limits and premium rates in other states. The commissioner shall submit  
13 to the appropriate standing committees of the legislature in the manner provided

no later than July 1, 2012,

1 under section 13.172 (3) of the statutes a report on the commissioner's findings from  
2 the study".

3 (END)