



August 5, 2004

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Refund of Portion of Escrowed Premiums -
2002 Private Passenger Automobile Rate Filing

By Circular Letter To All Member Companies A-04-7 dated July 22, 2004, the Rate Bureau announced refund procedures with regard to the 2001 and 2002 private passenger automobile rate filings. Included in that Circular were base rates and factors for use in calculating the refund amounts. However, the relativities necessary to determine the motorcycle liability rates resulting from the approved motorcycle liability rate level changes in the 2002 Auto case were inadvertently omitted from the circular.

In that regard, please find below the relativities to be applied to the applicable private passenger rate in order to determine the motorcycle liability rates agreed to between the Rate Bureau and the Department of Insurance in the Settlement Agreement dated July 22, 2004. These rates are applicable to policies becoming effective during the period January 27, 2003 through June 30, 2003.

Motorcycle Liability Coverage

Approved % of Applicable
Private Passenger Rate

324cc or less	22%
324cc or more	40%

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:dp

A-04-9