JAMES M. THOMSON COMMISSIONER OF INSURANCE

THOMAS S. NARDO
FIRST DEPUTY COMMISSIONER



BOX 1157 RICHMOND, VA TELEPHONE (804)

STATE CORPORATION COMMISSION BUREAU OF INSURANCE

January 31, 1985

ADMINISTRATIVE LETTER 1985-2

TO: ALL COMPANIES AND RATE SERVICE ORGANIZATIONS LICENSED FOR MOTOR VEHICLE INSURANCE IN THE COMMONWEALTH OF VIRGINIA

RE: Safe Driver Insurance Plans Section 38.1-279.33(c) of the Code of Virginia

By Administrative Letter 1982-13, dated May 28, 1982, you were notified of the statutory changes effective July 1, 1982 which altered the manner in which insurers could charge increased or surcharged rates under a Safe Driver Insurance Plan.

It has come to our attention that most companies did not file an amended experience period rule in response to this statutory change. We suggest that you review your experience period wording to determine whether or not it complies with the July 1, 1982 change. Irrespective of the wording contained in your manual rules, points cannot be charged for accidents or convictions for a period of time in excess of that prescribed by law.

A copy of Administrative Letter 1982-13 is attached for your review.

Sincerely,

James M. Thomson

Commissioner of Insurance

MT/mle