

Topic: TAIPA Annual Meeting - Friday, April 11th, 2025
Time: Apr 11, 2025 08:30 AM Central Time (US and Canada)

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ANNUAL ASSOCIATION MEETING AGENDA

Texas Automobile Insurance Plan Association Annual Meeting

April 11, 2025- 8:30 AM

Insurance Council of Texas (Door Code: 7368)

5508 Hwy W 290 #100, Austin, TX 78735

TAIPA will be holding the TAIPA Annual Association Meeting as an in-person meeting. Zoom meeting will also be available.

1. Call to Order
2. Reading of the Anti-Trust Statement
3. Determination of Quorum
4. Governing Committee Member Positions: Trade Association
5. Governing Committee Member Positions: Election of Five At-Large Insurers
6. Manager's Report (Exhibit 1)
7. Chairman's Report (Exhibit 2)
8. Adjournment

ASSOCIATION MANAGER'S REPORT

Texas Automobile Insurance Plan Association (TAIPA) Annual Meeting – April 11, 2025

The following are the number of applications TAIPA assigned in 2024, 2023, 2022, 2021, and 2020:

2024	1,960 (1702 private passenger apps and 258 commercial)
2023	1,758
2022	1,352
2021	1,381
2020	1,629

The number of applications assigned in 2024 was 202 more than assigned in 2023, which is a 11.5% increase. It should be noted that the applications decreased 20% since TAIPA's 15% rate increase of 2024.

The TAIPA budget for 2025 is \$ 1,170,000 which is \$32,740 more than the 2024 budget of \$1,137,260. This is a 2.88% increase.

The TAIPA assessment to the insurance companies for 2025 is \$957,000 which is \$37,360 less than our 2024 assessment of \$ 994,360. This is 3.76% decrease.

In 2024 TAIPA staff worked with:

- Strategic Planning Subcommittee to updating TAIPA's Enterprise Risk Management Plan
- Audit and Finance Subcommittee and TAIPA's auditors to complete a successful audit of our 2023 financials.
- Nominating Committee to provide a slate of officers for 2025.
- Operation Sub Committee to educate the subcommittee and staff on current rate practices for TAIPA versus the Open Market, moving forward on electronic applications and payments for TAIPA producers, and reviewing TAIPA's ability to make changes to our statute regarding TAIPA's rate setting practice and public and producers alternate members.

TAIPA staff

- Continued to operate with 4 full time employees in 2024 and had no turnover
- Recertified TAIPA's LAD/CLAD providers
- Continued to provide training to the producers and their staff to avoid future errors in the applications they submit and thus avoiding the need for the Producer Review Subcommittee to meet.
- The Manager of Operations/Financial Management worked with our Sage Consultant to streamline the penalty process as well as utilize Sage's capabilities to manage TAIPA's financials.
- Ruth Wise and Amanda Reynolds took on multiple tasks that Mimi and I used to perform and found ways to improve many of the processes.

I would like to thank TAIPA staff for all that they did in 2024 to make TAIPA a success.

I would again like to thank the Governing Committee, the TAIPA officers, and the TAIPA subcommittees as well as TAIPA counsel this year for all the support and encouragement that I received over the year. I especially want to thank Matthew Snyder for his guidance, as well as his concern for the TAIPA employees.

Through the combined efforts of all of the TAIPA staff, TAIPA continued to provide excellent service to TAIPA applicants, producers, vendors, regulators and members of the TAIPA Governing Committee in 2024.

TEXAS AUTOMOBILE INSURANCE PLAN ASSOCIATION (TAIPA) CHAIR'S REPORT APRIL 11, 2025, TAIPA ANNUAL MEETING

I'm Matthew Snyder, and I am an At Large Company Member. I had the privilege to serve as the Chair of the TAIPA Governing Committee in 2024.

In 2024, the TAIPA Governing Committee started the process to change its insurer membership structure. We understand that AFACT will be dissolved in the near future. The TAIPA Governing Committee has approved having Insurance Council of Texas (ICT) become an insurance association that places a member on TAIPA's Governing Committee. We are working with TDI to get this change approved in TAIPA's Plan of Operation.

TAIPA has continued to hold its meetings both in person and by zoom and although the Governing Committee will continue to do so, it did elect to hold one meeting per year as an in-person meeting starting with the April 11, 2025, meeting.

The Governing Committee and its subcommittees continued to work on and study various projects.

The Strategic Planning Committee continued to review and make recommendations on TAIPA's:

- Enterprise Risk Management Plan
- Current staffing level
- Long Term Contracts and Third-Party Relationships
- Significant Changes

The Operation Sub Committee met several times this year. Initially they met to look at possible new rate making procedures. As part of this process, the Operation Subcommittee asked TDI and OPIC to participate in a learning session with the subcommittee and anyone else who wanted to participate. During this process, we learned a better way to collect TAIPA data. Because TAIPA's volume continues to be low it is still statistically insignificant, but the new process allows better collection of TAIPA specific data.

The subcommittee also reviewed a request from producers to have electronic TAIPA applications and payments. The Governing Committee has asked AIPSO to make electronic applications and payments available for TAIPA producers in the future.

The subcommittee studied what TAIPA's possibility of success was if we pursued having our statute changed to include our public and producer

alternate members. Unfortunately, the committee could not see a path forward for us during the 2025 legislative session.

The Governing Committee

1. Approved our first-rate hearing under the new rate hearing process. A 15% increase for TAIPA rates across the board for both Private Passenger and Commercial rates took effect on October 1, 2024.
2. We continued to work with TDI toward some Plan of Operation changes for TAIPA including eliminating the alternate public and producer members because they are not specifically listed in the statute. The Governing Committee reviewed what it would take to change the statute and after discussions with lobbyists as well as TDI, it was determined that we could not be successful in the 2025 legislative session. Therefore, TAIPA lost our alternate public member, Janet Dewey in November of 2024 and lost Kit Morris, our alternate producer member in March of 2025.

I'd like to offer thanks to all the members of the Governing Committee. Thank you to David Weber, John Lusardi, Betsy Blair, and Becky Jackson for serving in officer roles over the past year.

I'd also like to thank company members Keith Wechsler, Brian Ferguson, Mike Burke, Adam Hall, and Doug Queenin, public members Carmelita Hogan, Mary Carol Awalt, Laura Hausman, Janet Dewey, and Betsy Blair, and producer members Adam Payton, Ramon Montalvo, and Kit Morris for their service on the TAIPA Governing Committee in 2024.

I want to recognize and thank the TAIPA staff, Stacy Dutton, Mimi Leece, Ruth Wise and Amanda Reynolds for their work on the TAIPA team in 2024 and continued to meet the needs of the insureds, producers, and insurance companies that rely on TAIPA services.

I would like to thank you all for your support and direction. And, thanks to TAIPA's legal counsel, Mike Jones for his contributions.

It has been a pleasure serving as chair this past year.